

ORDINANCE NO. 3578

AN ORDINANCE OF THE CITY OF MESQUITE, TEXAS, AMENDING THE BUDGET FOR THE FISCAL YEAR OF 2002-03 AS HERETOFORE APPROVED BY ORDINANCE NO. 3520 OF THE CITY OF MESQUITE, TEXAS, ADOPTED ON SEPTEMBER 16, 2002, APPROPRIATING THE NECESSARY FUNDS OUT OF THE GENERAL AND OTHER REVENUES OF THE CITY OF MESQUITE FOR SAID FISCAL YEAR FOR THE MAINTENANCE AND OPERATIONS OF VARIOUS DEPARTMENTS AND FOR VARIOUS ACTIVITIES AND IMPROVEMENTS OF THE CITY AS PROVIDED FOR IN SAID AMENDED BUDGET; PROVIDING A SEVERABILITY CLAUSE; AND DECLARING AN EMERGENCY.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MESQUITE, TEXAS:

SECTION 1. That the budget of the City of Mesquite for the fiscal year 2002-03, as heretofore approved by Ordinance No. 3520 of the City of Mesquite, adopted on September 16, 2002, be and the same is hereby amended. That said budget as amended herein, be, and the same is, hereby approved and the funds necessary and proposed to be expended in such amended budget of the City of Mesquite for the remainder of the fiscal year of 2002-03, be, and the same are, hereby appropriated and set aside for the maintenance and operation of the various departments of the government of the City of Mesquite, together with various activities and improvements as set forth in said budget as amended herein.

SECTION 2. That should any word, sentence, clause, paragraph or provision of this ordinance be held to be invalid or unconstitutional, the validity of the remaining provisions of this ordinance shall not be affected and shall remain in full force and effect.

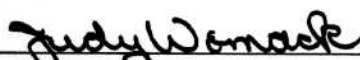
SECTION 3. That the necessity for making an amendment to the budget for the fiscal year 2002-03, as required by the circumstances existing at this time, creates an urgency and an emergency and requires that this ordinance shall take effect immediately from and after its passage.

DULY PASSED AND APPROVED by the City Council of the City of Mesquite, Texas, on the 19th day of May, 2003.




Mike Anderson
Mayor

ATTEST:



Judy Womack
City Secretary

APPROVED:



B. J. Smith
City Attorney

City of Mesquite
Amended Budget/Combined Summary
Fiscal Year 2002-03

Fund Type	Beginning			Ending
	Balances	Revenues/ Transfers In	Appropriations Transfers Out	Balances
	10/01/2002			09/30/2003
Operating Funds				
General Fund	\$15,340,076	\$81,507,826	\$81,498,738	\$ 15,349,164
Water and Sewer Fund	13,300,489	28,640,827	30,166,453	11,774,863
Airport Fund	40,504	603,267	638,100	5,671
Total Operating Funds	28,681,069	110,751,920	112,303,291	27,129,698
Debt Service/Reserve Funds				
General Obligation Debt Service	\$327,063	\$10,541,275	\$10,541,275	\$ 327,063
W&S Revenue Debt Service	1,492,794	4,452,033	4,229,157	1,715,670
DUD Revenue Debt Service	345,736	1,352,329	1,241,570	456,495
W&S Revenue Reserve	2,730,280	96,000	0	2,826,280
DUD Revenue Reserve	727,545	95,000	0	822,545
W&S Duck Creek Reserve	2,298,350	50,000	0	2,348,350
Total Debt Service/Reserve Funds	\$7,921,768	\$16,586,637	\$16,012,002	\$8,496,403
Internal Service Funds				
Group Medical Health Insurance	\$870,223	\$8,319,893	\$8,046,727	\$ 1,143,389
General Liability Insurance	2,416,220	1,765,000	2,350,654	1,830,566
Total Internal Service Funds	3,286,443	10,084,893	10,397,381	2,973,955
Special Revenue Funds				
Hotel/Motel Tax Fund	\$55,755	\$869,424	\$922,081	\$ 3,098
CIP Reserve Fund	3,929,565	706,103	2,151,415	2,484,253
Confiscated Seizure Fund	113,584	87,000	36,557	164,027
911 Emergency Fund	92,704	792,304	792,304	92,704
HUD-CDBG Fund	0	1,352,191	1,352,191	0
Section 8 Housing Fund	115,976	8,059,046	8,055,046	119,976
Community Access-Cable TV Fund	210,955	111,000	79,000	242,955
Capital Replace Reserve /Conf Ctr Fund	251,734	15,774	0	267,508
Drainage Utility District Fund	373,580	2,085,000	2,023,909	434,671
Municipal Court Technology Fund	92,642	59,000	77,214	74,428
Rodeo City TIF Fund	118,486	286,826	286,826	118,486
Towne Center TIF Fund	47,337	687,300	428,805	305,832
Impact Fees Fund	1,409,201	735,000	1,000,000	1,144,201
Total Special Revenue Funds	\$6,811,519	\$15,845,968	\$17,205,348	\$5,452,139
Less: Interfund Transfers		(\$31,323,154)	(\$31,323,154)	
Total All Funds	\$46,700,799	\$121,946,264	\$124,594,868	\$44,052,195

City of Mesquite
Amended Budget/General Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
General Property Taxes	\$26,100,672	\$28,120,808	\$28,500,220	\$379,412
Gross Receipts Taxes	7,348,333	6,924,500	7,111,000	186,500
City Sales Taxes	26,053,105	26,250,000	25,061,360	(1,188,640)
Licenses and Permits	1,487,060	1,324,730	1,392,735	68,005
Fines and Forfeitures	2,373,509	2,381,000	2,363,300	(17,700)
Interest Income	571,021	500,000	447,887	(52,113)
Charges for Current Service	7,300,621	7,401,232	7,272,837	(128,395)
Other Revenues	1,332,930	659,935	913,338	253,403
Operating Grant Revenues	368,574	552,689	592,805	40,116
Bond Proceeds	1,590,000	2,074,500	1,975,000	(99,500)
Operating Transfers In	5,764,755	5,966,100	5,877,344	(88,756)
Total Revenues	\$80,290,580	\$82,155,494	\$81,507,826	(\$647,668)

Operating Expenditures:				
General Government	\$5,882,237	\$6,086,080	\$6,189,028	\$102,948
Community Services	824,166	1,039,011	1,110,301	71,290
Fire Service	16,278,959	17,160,730	17,114,080	(46,650)
Police Service	22,222,486	22,681,463	22,954,541	273,078
Field Services	8,738,391	8,861,421	8,686,797	(174,624)
Public Services	1,987,057	2,694,288	2,569,873	(124,415)
Development Services	326,060	351,209	328,992	(22,217)
Code Compliance	2,139,081	2,273,303	2,220,241	(53,062)
Library Services	1,772,689	1,947,716	1,856,442	(91,274)
Parks/Recreation	6,793,656	3,997,195	3,922,541	(74,654)
Other	2,264,604	5,850,756	5,316,111	(534,645)
Other Financing Uses	10,400,516	9,209,443	9,229,791	20,348
Total Expenditures	\$79,629,902	\$82,152,615	\$81,498,738	(\$653,877)

Excess (Deficiency) Revenues				
Over Expenditures	\$660,678	\$2,879	\$9,088	\$6,209

Fund Balance, October 1	\$14,679,398	\$14,654,755	\$15,340,076	\$685,321
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Fund Balance, September 30	\$15,340,076	\$14,657,634	\$15,349,164	\$691,530
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City of Mesquite
Amended Budget/Water and Sewer Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Water Sales	\$14,358,659	\$17,250,000	\$16,300,000	(\$950,000)
Water Taps and Connections	68,817	70,000	65,000	(5,000)
Penalty Income	416,511	420,000	450,000	30,000
Collection/Charged off Bills	8,417	9,000	7,500	(1,500)
Sale of Bulk Water	53,019	60,000	40,000	(20,000)
Reconnect Fees	135,076	120,000	135,000	15,000
Sewer Service	10,773,144	11,500,000	11,400,000	(100,000)
Sewer Taps/Connections	1,500	1,000	1,000	0
Utility Service Transfer	5,190	5,000	5,000	0
Interest Income	485,114	525,000	225,827	(299,173)
Market Gain on Investments	187,209	0	0	0
Market Loss on Investments	(127,827)	0	0	0
Miscellaneous	1,184	0	6,500	6,500
Auction/Misc Revenue	8,133	10,000	5,000	(5,000)
Total Revenues	\$26,374,146	\$29,970,000	\$28,640,827	(\$1,329,173)

Operating Expenditures:				
Administration	\$319,543	\$315,927	\$334,500	\$18,573
W & S Accounting	1,471,834	1,490,567	1,557,923	67,356
G.I.S. Operations	310,632	361,478	339,313	(22,165)
Water Production	6,555,293	7,860,763	7,862,957	2,194
Meter Services	827,055	829,234	822,341	(6,893)
Water Distribution	1,252,972	1,204,736	1,194,927	(9,809)
Wastewater Collection	1,156,662	1,285,101	1,327,016	41,915
Wastewater Treatment	4,491,173	5,260,716	5,400,595	139,879
W & S Reconstruction Crew	618,817	686,734	687,762	1,028
W & S Insurance	805,000	805,000	805,000	0
W & S Debt Service/Transfers	9,714,700	9,138,008	9,098,033	(39,975)
W & S Reserves	302,234	704,979	736,086	31,107
Total Expenditures	\$27,825,915	\$29,943,243	\$30,166,453	\$223,210

Excess (Deficiency) Revenues				
Over Expenditures	(\$1,451,769)	\$26,757	(\$1,525,626)	(\$1,552,383)

Working Capital, October 1	\$14,752,258	\$13,990,143	\$13,300,489	(\$689,654)
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Working Capital, September 30	\$13,300,489	\$14,016,900	\$11,774,863	(\$2,242,037)
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City of Mesquite
Amended Budget/Airport Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Hangar Rentals	\$118,167	\$158,480	\$63,639	(\$94,841)
Tie Downs	7,830	7,000	7,000	0
Fuel Sales	347,535	436,250	336,324	(99,926)
Oil Sales	3,831	4,485	3,394	(1,091)
Transient Tiedowns	679	1,000	600	(400)
Airport Offices	250	300	300	0
Airport Gross Receipts	169	850	850	0
Airport Lease Receipts	23,456	22,843	22,940	97
Airport Tenant Utility Receipts	3,262	6,000	3,025	(2,975)
Operating Transfer In	125,000	125,000	160,000	35,000
Airport Pilot Supplies	7,284	9,500	5,195	(4,305)
Auction-Equipment/Misc	1,930	0	0	0
Total Revenues	\$639,393	\$771,708	\$603,267	(\$168,441)

Operating Expenditures:				
Personal Services	\$264,202	\$294,291	\$261,117	(\$33,174)
Supplies	242,210	322,213	253,392	(68,821)
Contractual Services	128,093	112,616	111,416	(1,200)
Capital Outlay	1,594	0	0	0
Operating Transfer Out-Debt	12,175	12,175	12,175	0
Total Expenditures	\$648,274	\$741,295	\$638,100	(\$103,195)

Excess (Deficiency) Revenues over				
Expenditures	(\$8,881)	\$30,413	(\$34,833)	(\$65,246)

Working Capital, October 1	\$49,385	\$60,083	\$40,504	(\$19,579)
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Working Capital, September 30	\$40,504	\$90,496	\$5,671	(\$84,825)
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City of Mesquite
Amended Budget/General Obligation Bond Debt Service Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Transfer From Hotel/Motel	\$159,073	\$165,000	\$165,000	0
Transfer From Impact Fees	700,000	1,000,000	1,000,000	0
Transfer From W & S	550,000	0	0	0
Transfer From Airport	12,175	12,175	12,175	0
Transfer From Capital Projects Reserve	74,325	307,786	294,309	(13,477)
Transfer From General Fund	9,230,492	9,084,443	9,069,791	(14,652)
Total Revenues	\$10,726,065	\$10,569,404	\$10,541,275	(\$28,129)

Expenditures:				
Principal	\$7,960,000	\$6,541,993	\$7,805,000	\$1,263,007
Interest	2,718,916	4,007,411	2,711,275	(1,296,136)
Fiscal Agent Fees	15,211	20,000	25,000	5,000
Total Expenditures	\$10,694,127	\$10,569,404	\$10,541,275	(\$28,129)

Excess (Deficiency) Revenues				
Over Expenditures	\$31,938	\$0	\$0	\$0

Fund Balance, October 1	\$295,125	\$295,125	\$327,063	\$31,938
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Fund Balance, September 30	\$327,063	\$295,125	\$327,063	\$31,938
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City of Mesquite
Amended Budget/W & S Revenue Bond Debt Service Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Transfer from W & S Operating	\$4,261,963	\$4,492,008	\$4,452,033	(\$39,975)
Transfer From Duck Creek Sewer	0	0	0	0
Total Revenues	\$4,261,963	\$4,492,008	\$4,452,033	(\$39,975)

Expenditures:				
Principal	\$2,325,000	\$2,025,000	\$2,385,000	\$360,000
Interest	1,617,790	2,377,074	1,824,157	(552,917)
Fiscal Agent Fees	4,865	20,000	20,000	0
Total Expenditures	\$3,947,655	\$4,422,074	\$4,229,157	(\$192,917)

Excess (Deficiency) Revenues				
Over Expenditures	\$314,308	\$69,934	\$222,876	\$152,942

Fund Balance, October 1	\$1,178,486	\$1,487,658	\$1,492,794	\$5,136
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Fund Balance, September 30	\$1,492,794	\$1,557,592	\$1,715,670	\$158,078
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City of Mesquite
Amended Budget/Drainage Utility District Revenue Bond Debt Service Fund
Fiscal Year 2002-03

	Actual	Adopted	Amended	Variance
	2001-02	2002-03	2002-03	
Revenues:				
Operating Transfer In - D.U.D.	<u>\$1,007,732</u>	<u>\$1,341,443</u>	<u>\$1,352,329</u>	\$10,886
Total Revenues	<u>\$1,007,732</u>	<u>\$1,341,443</u>	<u>\$1,352,329</u>	<u>\$10,886</u>

Expenditures:				
Principal	\$515,000	\$550,000	\$715,000	\$165,000
Interest	449,488	743,963	520,570	(223,393)
Fiscal Agent Fees	<u>2,709</u>	<u>6,000</u>	<u>6,000</u>	<u>0</u>
Total Expenditures	<u>\$967,197</u>	<u>\$1,299,963</u>	<u>\$1,241,570</u>	<u>(\$58,393)</u>

Excess (Deficiency) of Revenues				
Over Expenditures	\$40,535	\$41,480	\$110,759	\$69,279

Fund Balance, October 1	\$305,201	\$342,444	\$345,736	\$3,292
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Fund Balance, September 30	<u>\$345,736</u>	<u>\$383,924</u>	<u>\$456,495</u>	<u>\$72,571</u>
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City of Mesquite
Amended Budget/Water and Sewer Revenue Reserve Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Transfers In From W & S	<u>\$252,737</u>	<u>\$96,000</u>	<u>\$96,000</u>	<u>\$0</u>
Total Reserves	\$252,737	\$96,000	\$96,000	\$0
Expenditures:				
Debt Service Requirements	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total Expenditures	\$0	\$0	\$0	\$0
Excess (Deficiency) of Revenues				
Over Expenditures	\$252,737	\$96,000	\$96,000	\$0
Fund Balance, October 1	\$2,477,543	\$2,730,280	\$2,730,280	\$0
Fund Balance, September 30	\$2,730,280	\$2,826,280	\$2,826,280	\$0

City of Mesquite
Amended Budget-Drainage Utility District Revenue Reserve Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Operating Transfer in - D.U.D.	\$0	\$95,000	\$95,000	\$0
Total Revenues	\$0	\$95,000	\$95,000	\$0
Expenditures:				
Debt Service Requirements	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Excess (Deficiency) of Revenues				
Over Expenditures	\$0	\$95,000	\$95,000	\$0
Fund Balance, October 1	\$727,545	\$727,545	\$727,545	\$0
Fund Balance, September 30	\$727,545	\$822,545	\$822,545	\$0

City of Mesquite
Amended Budget-Duck Creek Sewer Line Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Interest Earned	\$74,872	\$75,000	\$50,000	(\$25,000)
Market Loss on Investments	(161,439)	0	0	0
Total Revenues	(\$86,567)	\$75,000	\$50,000	(\$25,000)
Expenditures:				
Transfer to W&S Debt Service	\$0	\$0	\$0	\$0
Total Expenditures	\$0	\$0	\$0	\$0
Excess (Deficiency) of Revenues				
Over Expenditures	(\$86,567)	\$75,000	\$50,000	(\$25,000)
Fund Balance, October 1	\$2,384,917	\$2,459,917	\$2,298,350	(\$161,567)
Fund Balance, September 30	\$2,298,350	\$2,534,917	\$2,348,350	(\$186,567)

City of Mesquite
Amended Budget-Group Medical Health Insurance Fund
Fiscal Year 2002-03

	Actual	Adopted	Amended	Variance
	2001-02	2002-03	2002-03	
Revenues:				
Interest Earned	\$47,504	\$50,000	\$35,000	(\$15,000)
Market Gain on Investments	13,410	0	0	0
Market Loss on Investments	(19,059)	0	0	0
Employer Contributions	5,718,835	6,187,000	6,380,000	193,000
Employee Contributions	987,293	1,131,025	1,140,000	8,975
Life Insurance Premiums	141,069	146,949	146,500	(449)
Supplementary Life Insurance Premiums	94,564	94,000	101,000	7,000
Dental Insurance Premiums	250,056	276,557	307,000	30,443
Long-term Disability Premiums	3,060	4,000	3,393	(607)
COBRA Medical Ins Contributions	12,254	17,000	6,000	(11,000)
Retirees Medical Ins Contributions	126,822	132,000	200,000	68,000
Health Claims Reimbursements	5,895	0	1,000	1,000
Total Revenues	\$7,381,703	\$8,038,531	\$8,319,893	\$281,362

Expenditures:				
Health Claims - Dependents	\$1,788,358	\$2,221,224	\$2,184,424	(\$36,800)
Health Claims - Employees	1,557,493	1,860,000	1,779,737	(80,263)
Pharmaceutical Transfer	1,097,324	1,187,950	1,370,950	183,000
Administrative Fee - Medical	348,623	346,339	366,764	20,425
Stop Loss Coverage Premium	221,159	273,083	315,083	42,000
CIGNA Health Care HMO Premiums	1,456,451	1,532,988	411,545	(1,121,443)
HMO Health Claims - Dependents	0	0	449,877	449,877
HMO Health Claims - Employees	0	0	500,123	500,123
Dental Premiums-Managed Care	84,250	124,925	79,925	(45,000)
Dental Premiums-Indemnity	166,928	151,832	227,054	75,222
Life Insurance Premiums	235,460	240,949	281,636	40,687
Reserve Funding - Claims	196,000	0	0	0
Consulting Services	0	31,000	31,000	0
Miscellaneous	(40,973)	11,000	5,669	(5,331)
Managed Care Services	37,815	39,672	39,672	0
Long-term Disability Premiums	2,478	0	3,268	3,268
Total Expenditures	\$7,151,366	\$8,020,962	\$8,046,727	\$25,765

Excess (Deficiency) of Revenues				
Over Expenditures	\$230,337	\$17,569	\$273,166	\$255,597

Fund Balance, October 1	\$639,886	\$798,466	\$870,223	\$71,757
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Fund Balance, September 30	<u>\$870,223</u>	<u>\$816,035</u>	<u>\$1,143,389</u>	<u>\$327,354</u>
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City of Mesquite
Amended Budget-General Liability Insurance Fund
Fiscal Year 2002-03

	Actual	Adopted	Amended	Variance
	2001-02	2002-03	2002-03	
Revenues:				
Interest Earned	\$136,535	\$135,000	\$70,000	(\$65,000)
Market Gain on Investments	30,377	0	0	0
Market Loss on Investments	(44,466)	0	0	0
Operating Transfers In - General	400,000	300,000	300,000	0
Operating Transfers In - W&S	805,000	805,000	805,000	0
Operating Transfers In - Work Comp	589,263	580,000	590,000	10,000
Total Revenues	\$1,916,709	\$1,820,000	\$1,765,000	(\$55,000)

Expenditures:				
Personal Services	\$87,107	\$245,160	\$248,245	\$3,085
Legal Services/Court Costs	229,205	150,000	170,000	20,000
Consulting Services	24,996	25,000	25,000	0
Administrative Fee	140,543	138,500	130,000	(8,500)
Insurance Premiums	558,390	573,400	623,155	49,755
General Liability Claims	147,713	200,000	270,754	70,754
Reserve Funding Claims	101,995	0	0	0
Workers' Compensation Claims	777,041	850,000	880,000	30,000
Other	2,605	3,296	3,500	204
Operating Transfer Out - Cap. Proj.	0	0	0	0
Total Expenditures	\$2,069,595	\$2,185,356	\$2,350,654	\$165,298

Excess (Deficiency) of Revenues				
Over Expenditures	(\$152,886)	(\$365,356)	(\$585,654)	(\$220,298)
Fund Balance, October 1	\$2,569,106	\$2,514,383	\$2,416,220	(\$98,163)
Fund Balance, September 30	\$2,416,220	\$2,149,027	\$1,830,566	(\$318,461)

City of Mesquite
Amended Budget-Hotel/Motel Tax Fund
Fiscal Year 2002-03

Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
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Revenues:				
Interest Earned	\$2,971	\$5,000	\$1,000	(\$4,000)
Market Gain on Investments	461	0	0	0
Occupancy Tax	<u>887,108</u>	<u>988,000</u>	<u>868,424</u>	<u>(119,576)</u>
Total Revenues	\$890,540	\$993,000	\$869,424	(\$123,576)

Expenditures:				
Chamber of Commerce	\$406,302	\$457,000	\$393,893	(\$63,107)
Arts Council	101,575	114,000	98,439	(15,561)
Historical Commission	101,575	114,000	98,439	(15,561)
Keep Mesquite Beautiful	22,000	22,000	22,000	0
City of Mesquite	29,461	37,560	39,772	2,212
Operating Transfer/Debt Service	159,073	165,000	165,000	0
Contractual Obligation/Hotel-				
Conference Center	<u>93,700</u>	<u>94,000</u>	<u>104,538</u>	<u>10,538</u>
Total Expenditures	\$913,686	\$1,003,560	\$922,081	(\$81,479)

Excess (Deficiency) of Revenues				
Over Expenditures	(\$23,146)	(\$10,560)	(\$52,657)	(\$42,097)

Fund Balance, October 1	\$78,901	\$60,043	\$55,755	(\$4,288)
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Fund Balance, September 30	<u>\$55,755</u>	<u>\$49,483</u>	<u>\$3,098</u>	<u>(\$46,385)</u>
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City of Mesquite
Amended Budget/Capital Projects Reserve Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Operating Transfer In-General Fund	\$1,030,000	\$0	\$90,000	\$90,000
Operating Transfer In-Special Revenue	210,277	208,676	311,633	102,957
Sale of Land	2,031	0	0	0
Prior Year Franchise Fees	0	0	254,470	254,470
Other	0	0	0	0
Interest Income	118,918	50,000	50,000	0
Market Gain on Investments	45,813	0	0	0
Market Loss on Investments	(104,182)	0	0	0
Residual Equity Transfer	34,819	0	0	0
Total Revenues	\$1,337,676	\$258,676	\$706,103	\$447,427

Operating Expenditures:				
Purchase of Property/1506 Crestmark	\$0	\$0	\$80,000	\$80,000
Alley Reconstruction 2001	245,161	0	10,639	10,639
Purchase of Property/1518 Crestmark	0	0	80,000	80,000
Operating Transfer Out	705,619	445,000	445,000	0
Operating Transfer Out-Debt Service	47,176	307,716	294,309	(13,407)
Walker Street Overlay	0	0	50,000	50,000
Palos Verdes Lake Dredging	0	0	300,000	300,000
Falcon's Lair I-20 Re-design	0	0	225,000	225,000
Branch Library Roof Repair	0	0	20,000	20,000
I-635 Landscape/Maintenance	0	0	170,000	170,000
Miscellaneous Park Improvements	0	0	27,702	27,702
Above Ground Storage Tanks-Airport	0	0	3,811	3,811
Enhanced Security Measures	121,463	0	78,537	78,537
Airport Wash Rack	22,785	0	0	0
Airport Self-serve Fueling Island	2,022	0	33,819	33,819
Airport Perimeter Fencing	28,882	0	0	0
Airport Hangar Renovation	491,583	0	332,598	332,598
Total Expenditures	\$1,664,691	\$752,716	\$2,151,415	\$1,398,699

Excess (Deficiency) Revenues over Expenditures	(\$327,015)	(\$494,040)	(\$1,445,312)	(\$951,272)
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Fund Balance at Beginning of Year	\$4,256,580	\$2,418,312	\$3,929,565	\$1,511,253
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Fund Balance at End of Year	\$3,929,565	\$1,924,272	\$2,484,253	\$559,981
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City of Mesquite
Amended Budget/Confiscated Seizure Fund
Fiscal Year 2002-03

	Actual	Adopted	Amended	
	2001-02	2002-03	2002-03	Variance
Revenues:				
Interest Income	\$5,884	\$3,000	\$2,000	(\$1,000)
Market Gain on Investments	1,181	0	0	0
Market Loss on Investments	(10,064)	0	0	0
Auction Revenue	27,234	15,000	10,000	(5,000)
Court Awarded Proceeds	<u>91,015</u>	<u>15,000</u>	<u>75,000</u>	<u>60,000</u>
Total Revenues	\$115,250	\$33,000	\$87,000	\$54,000

Expenditures:				
Personal Services	\$0	\$0	\$0	\$0
Supplies	8,298	3,000	3,000	0
Contractual	36,014	24,649	33,557	8,908
Capital Outlay	<u>20,606</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	\$64,918	\$27,649	\$36,557	\$8,908

Excess (Deficiency) of Revenues				
Over Expenditures	\$50,332	\$5,351	\$50,443	\$45,092

Fund Balance, October 1	\$63,252	\$51,231	\$113,584	\$62,353
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Fund Balance, September 30	<u>\$113,584</u>	<u>\$56,582</u>	<u>\$164,027</u>	<u>\$107,445</u>
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City of Mesquite
Amended Budget/911 Emergency Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
9-1-1 Phone Charges	\$482,669	\$484,800	\$464,463	(\$20,337)
Wireless 9-1-1 Phone Charges	<u>316,318</u>	<u>310,800</u>	<u>327,841</u>	<u>17,041</u>
Total Revenues	\$798,987	\$795,600	\$792,304	(\$3,296)

Expenditures:				
Contractual Services	\$121,393	\$124,500	\$177,304	\$52,804
Operating Transfer Out	780,000	671,100	615,000	(56,100)
Total Expenditures	\$901,393	\$795,600	\$792,304	(\$3,296)

Excess (Deficiency) of Revenues				
Over Expenditures	(\$102,406)	\$0	\$0	\$0

Fund Balance, October 1	\$195,110	\$90,110	\$92,704	\$2,594
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Fund Balance, September 30	\$92,704	\$90,110	\$92,704	\$2,594
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City of Mesquite
Amended Budget/HUD-Community Development Block Grant Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Intergovernmental-Entitlement	\$1,288,681	\$1,137,120	\$1,352,191	\$215,071
Other Revenues	610	0	0	0
Total Revenues	\$1,289,291	\$1,137,120	\$1,352,191	\$215,071

Expenditures:				
2002-03 Projects				
CDBG Administration	\$161,525	\$170,136	\$113,890	(\$56,246)
Comprehensive Planning	0	41,264	157,908	116,644
Neighborhood Strategy Planner	0	0	0	0
CDBG Neighborhood Enforcement	60,760	50,000	50,000	0
CDBG Code Enforcement	42,537	76,394	76,394	0
Housing Rehabilitation	396,840	400,000	434,098	34,098
Library Literacy Program	37,045	37,045	37,045	0
Inter-Community Policing Unit	88,000	99,323	99,323	0
Sewer Line Replacement	0	137,958	137,958	0
New Beginning Center	0	20,000	20,000	0
Boys and Girls Club	0	48,000	48,000	0
Epilepsy Foundation	0	7,000	7,000	0
Mesquite Social Services	0	50,000	50,000	0
Total 2002-03 Projects	786,707	1,137,120	1,231,616	94,496

Expenditures:				
2001-02 Projects				
Target Neighborhood Rehabilitation	33,525	0	66,475	66,475
Alley Replacement-Lagoon	63,950	0	1,650	1,650
Alley Replacement-Seabreeze	54,006	0	11,598	11,598
Edgemont Park	0	0	13,506	13,506
New Beginning Center	20,000	0	0	0
Family Self-Sufficiency	3,099	0	3,901	3,901
Epilepsy Foundation	7,000	0	0	0
Total 2001-02 Projects	181,580	0	97,130	97,130

Expenditures:				
2000-01 Projects				
Alley Replacement/Derby	\$63,400	\$0	\$0	\$0
Alley Replacement/Cascade	77,200	0	0	0
Street Improvement/Melton	72,100	0	0	0
Street Improvement/Rollingwood Hills	38,104	0	23,445	23,445
Total 2000-01 Projects	250,804	0	23,445	23,445

1999-00 Projects				
Evans Park Playground	\$11,000	\$0	\$0	\$0
Handicap Access-Evans	68,000	0	0	0
Street Overlay	(10,689)	0	0	0
New Beginnings	1,889	0	0	0
Total 1999-00 Projects	70,200	0	0	0

Total Expenditures - All Program Years	\$1,289,291	\$1,137,120	\$1,352,191	\$215,071
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Excess (Deficiency) of Revenues				
Over Expenditures	\$0	\$0	\$0	\$0

Fund Balance, October 1	\$0	\$0	\$0	\$0
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Fund Balance, September 30	\$0	\$0	\$0	\$0
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City of Mesquite
Amended Budget/HUD-Section 8 Housing Program Fund
Fiscal Year 2002-03

	Actual	Adopted	Amended	Variance
	2001-02	2002-03	2002-03	
Revenues:				
Interest Earned-Certificates	\$0	\$0	\$0	\$0
Interest Earned-Vouchers	12,184	12,500	4,000	(8,500)
Market Gain on Investments	4,472	0	0	0
Intergovernmental-Certificates	25,053	0	0	0
Intergovernmental-Voucher	6,604,508	6,824,829	8,055,046	1,230,217
Other	8,739	0	0	0
Residual Equity Transfer	35,476	0	0	0
Total Revenues	\$6,690,432	\$6,837,329	\$8,059,046	\$1,221,717
Expenditures:				
Certificate Program	\$35,476	\$0	\$0	\$0
Voucher Program	<u>6,937,277</u>	<u>6,824,829</u>	<u>8,055,046</u>	<u>1,230,217</u>
Total Expenditures	\$6,972,753	\$6,824,829	\$8,055,046	\$1,230,217
Excess (Deficiency) of Revenues				
Over Expenditures	(\$282,321)	\$12,500	\$4,000	(\$8,500)
Fund Balance, October 1	\$398,297	\$411,032	\$115,976	(\$295,056)
Fund Balance, September 30	\$115,976	\$423,532	\$119,976	(\$303,556)

City of Mesquite
Amended Budget/Community Access-Cable TV Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Interest Earnings	\$0	\$0	\$0	\$0
Reimbursements	0	0	0	0
Gross Receipts-1% Cable TV	<u>167,453</u>	<u>120,000</u>	<u>111,000</u>	<u>(9,000)</u>
Total Revenues	\$167,453	\$120,000	\$111,000	(\$9,000)

Operating Expenditures:				
Contractual Services	\$59,806	\$79,000	\$79,000	\$0
Total Expenditures	\$59,806	\$79,000	\$79,000	\$0

Excess (Deficiency) Revenues over Expenditures	\$107,647	\$41,000	\$32,000	(\$9,000)
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Fund Balance, October 1	\$103,308	\$213,540	\$210,955	(\$2,585)
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Fund Balance, September 30	\$210,955	\$254,540	\$242,955	(\$11,585)
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City of Mesquite
Amended Budget/Convention Center-Exhibit Hall Reserve
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Operating Transfer In-Convention Center	\$0	\$0	\$0	\$0
Operating Transfer In-Exhibit Hall	0	0	0	0
Room Rental Proceeds	34,996	40,000	5,774	(34,226)
Interest Earnings	<u>11,132</u>	<u>11,000</u>	<u>10,000</u>	<u>(1,000)</u>
Total Revenues	\$46,128	\$51,000	\$15,774	(\$35,226)

Operating Expenditures:				
Contractual Services	\$0	\$0	\$0	\$0
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Excess (Deficiency) Revenues over				
Expenditures	\$46,128	\$51,000	\$15,774	(\$35,226)

Fund Balance, October 1	\$205,606	\$252,602	\$251,734	(\$868)
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Fund Balance, September 30	<u>\$251,734</u>	<u>\$303,602</u>	<u>\$267,508</u>	<u>(\$36,094)</u>
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City of Mesquite
Amended Budget/Drainage Utility District Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Interest Earnings	\$42,352	\$30,000	\$30,000	\$0
Market Gain on Investments	11,523	0	0	0
Market Loss on Investments	(728)	0	0	0
Residential Drainage Fees	1,250,754	1,255,000	1,255,000	0
Commercial Drainage Fees	<u>770,775</u>	<u>785,000</u>	<u>800,000</u>	15,000
Total Revenues	<u>\$2,074,676</u>	<u>\$2,070,000</u>	<u>\$2,085,000</u>	<u>\$15,000</u>

Expenditures				
NPDES Permit Program Operatons	385,677	402,629	375,437	(\$27,192)
Street Sweeping Program	153,935	201,736	201,143	(593)
Transfer Out-Capital Projects	338,706	0	0	0
Operating Transfer Out-Debt Service	1,007,732	1,341,443	1,352,329	10,886
Oper. Transf. Out-DUD Rev. Reserve	<u>0</u>	<u>95,000</u>	<u>95,000</u>	0
Total DUD Operating	<u>1,886,050</u>	<u>2,040,808</u>	<u>2,023,909</u>	<u>(16,899)</u>

Excess (Deficiency) Revenues				
Over Expenditures	\$188,626	\$29,192	\$61,091	\$31,899
Beginning Working Capital, October 1	\$184,954	\$373,520	\$373,580	\$60
Ending Fund Balance, September 30	<u>\$373,580</u>	<u>\$402,712</u>	<u>\$434,671</u>	<u>\$31,959</u>

City of Mesquite
Amended Budget/Mesquite Quality of Life Corporation Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Interest Earnings	\$212,436	\$200,000	\$126,000	(\$74,000)
Market Gain on Investments	58,736	0	0	0
Market Loss on Investments	(49,851)			
Contributions	66,305	0	957	957
Intergovernmental	0	0	0	0
Mesquite Independent School District	0	0	0	0
Sales Taxes	8,638,037	8,693,333	8,274,402	(418,931)
Total Revenues	\$8,925,663	\$8,893,333	\$8,401,359	(\$491,974)

Operating Expenditures:				
Transportation Improvements	\$3,868,785	\$3,500,000	\$7,011,239	\$3,511,239
Public Safety Improvements	929,093	574,000	3,294,949	2,720,949
Public Park/Rec Improvements	1,538,230	4,630,500	7,360,530	2,730,030
Administrative	15,884	10,000	10,000	0
Contingency	0	178,833	116,182	(62,651)
Total Expenditures	\$6,351,992	\$8,893,333	\$17,792,900	\$8,899,567

Excess (Deficiency) Revenues over				
Expenditures	\$2,573,671	\$0	(\$9,391,541)	(\$9,391,541)

Beginning Fund Balance, Oct 1	\$6,817,870	\$0	\$9,391,541	\$9,391,541
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Ending Fund Balance, Sept 30	\$9,391,541	\$0	\$0	\$0
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City of Mesquite
Amended Budget/Municipal Court Technology Fund
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Interest Earnings	\$1,610	\$1,500	\$0	(\$1,500)
Market Gain on Investments	6,069	0	0	0
Municipal Court Technology Fee	<u>59,409</u>	<u>55,000</u>	<u>59,000</u>	<u>4,000</u>
Total Revenues	\$67,088	\$56,500	\$59,000	\$2,500

Operating Expenditures:				
Contractual Services	<u>45,214</u>	<u>45,214</u>	<u>77,214</u>	<u>\$32,000</u>
Total Expenditures	\$45,214	\$45,214	\$77,214	\$32,000

Excess (Deficiency) Revenues over				
Expenditures	\$21,874	\$11,286	(\$18,214)	(\$29,500)

Beginning Fund Balance, Oct 1	\$70,768	\$81,979	\$92,642	\$10,663
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Ending Fund Balance, Sept 30	<u>\$92,642</u>	<u>\$93,265</u>	<u>\$74,428</u>	<u>(\$18,837)</u>
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City of Mesquite
Amended Budget/Rodeo City Tax Increment Financing District
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
City of Mesquite	\$0	\$96,502	\$93,279	(\$3,223)
Mesquite Independent School District	<u>180,777</u>	<u>197,390</u>	<u>193,547</u>	<u>(3,843)</u>
Total Revenues	\$180,777	\$293,892	\$286,826	(\$7,066)
Operating Expenditures:				
Contractual Services	92,453	61,201	65,193	\$3,992
Operating Transfers Out-Capital Projects	<u>170,277</u>	<u>208,676</u>	<u>221,633</u>	<u>12,957</u>
Total Expenditures	\$262,730	\$269,877	\$286,826	\$16,949
Excess (Deficiency) Revenues over				
Expenditures	(\$81,953)	\$24,015	\$0	(\$24,015)
Beginning Fund Balance, Oct 1	\$200,439	\$118,486	\$118,486	\$0
Ending Fund Balance, Sept 30	\$118,486	\$142,501	\$118,486	(\$24,015)

City of Mesquite
Amended Budget/Towne Centre Tax Increment Financing District
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
City of Mesquite	\$0	\$463,170	\$346,185	(\$116,985)
Mesquite Independent School District	<u>121,943</u>	<u>341,115</u>	<u>341,115</u>	<u>0</u>
Total Revenues	\$121,943	\$804,285	\$687,300	(\$116,985)
Operating Expenditures:				
Developer Participation	471,332	0	338,805	\$338,805
Operating Transfer Out-Capital Projects	<u>0</u>	<u>0</u>	<u>90,000</u>	<u>90,000</u>
Total Expenditures	\$471,332	\$0	\$428,805	\$428,805
Excess (Deficiency) Revenues over Expenditures	(\$349,389)	\$804,285	\$258,495	(\$545,790)
Beginning Fund Balance, Oct 1	\$396,726	\$47,337	\$47,337	\$0
Ending Fund Balance, Sept 30	<u>\$47,337</u>	<u>\$851,622</u>	<u>\$305,832</u>	<u>(\$545,790)</u>

City of Mesquite
Amended Budget/Impact Fees
Fiscal Year 2002-03

	Actual 2001-02	Adopted 2002-03	Amended 2002-03	Variance
Revenues:				
Impact Fees - Roadway	\$766,867	\$500,000	\$700,000	\$200,000
Interest Earnings - Roadway	<u>51,738</u>	<u>45,000</u>	<u>35,000</u>	<u>(10,000)</u>
Total Revenues	\$818,605	\$545,000	\$735,000	\$190,000

Operating Expenditures:				
Contractual Services	9,470	0	0	\$0
Operating Transfer Out - G.O. Debt	<u>700,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>0</u>
Total Expenditures	\$709,470	\$1,000,000	\$1,000,000	\$0

Excess (Deficiency) Revenues over				
Expenditures	\$109,135	(\$455,000)	(\$265,000)	\$190,000

Beginning Fund Balance, Oct 1	\$1,300,066	\$1,300,066	\$1,409,201	\$109,135
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Ending Fund Balance, Sept 30	<u>\$1,409,201</u>	<u>\$845,066</u>	<u>\$1,144,201</u>	<u>\$299,135</u>
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Executive Summary

TO: Ted Barron, City Manager
FROM: Steven Zackert, Budget Director
RE: 2002-03 Amended Budget
DATE: May 9, 2003

Work is complete on the 2002-03 amended budget and, again, the City finds itself in a position of reacting to adverse economic conditions. Several revenue sources continue to be depressed, necessitating a continuation of a hiring freeze in order to achieve a balanced plan of operations. Despite the general government hiring freeze and the resultant decrease in available staffing, departments have responded well and continue to provide superior levels of service. However, any further erosion of staffing via the current hiring freeze will negatively impact services normally taken for granted. Public safety operations have not been impacted by the hiring freeze.

This summary discusses those items impacting preparation of the 2002-03 amended budget and highlights significant changes from the environment in which the 2002-03 budget was originally adopted.

GENERAL FUND

The 2002-03 budget adopted last September totaled \$82,152,615 and is being amended to \$81,498,738, a decrease of \$653,877. With few exceptions, all functional categories within the General Fund are projected to reduce their originally adopted budget amounts.

Fund Balance Considerations

The 2002-03 amended budget projects an ending fund balance of \$15,349,164, an increase of \$691,530 over original projections of \$14,657,634. This \$15,349,164 projected ending fund balance is in compliance with the City's adopted fund balance policy requiring that 15% of adopted expenditures be on reserve. The projected ending fund balance is equal to 18.83% of amended budget appropriations.

Revenue Analysis

The current economic and political environment has made it difficult to forecast revenues with any certainty. A weak economy and the recently concluded war in Iraq have combined to impact one of the City's most heavily relied upon revenue sources, sales tax

receipts. The General Fund started the year with anticipated revenues of \$82,155,494. These original projections are being revised downward to \$81,507,826, a decrease of \$647,668. An analysis of individual revenue sources follows.

General Property Taxes

Current tax collections are being increased by \$349,396 to reflect changes made to the certified tax roll by the Dallas Central Appraisal District during the first six months of the fiscal year. Taxable property valuations have increased \$65,508,737 from \$5,193,666,276 to \$5,259,175,013. Combined with amended revenue changes in delinquent tax collections and related penalty and interest charges, total property tax revenue is being adjusted upward by \$379,412.

Gross Receipts Taxes

Gross receipts revenues are being increased by \$186,500. Nearly all of this increase will come from gas gross receipts. Revenues from this source are difficult to predict with certainty and can fluctuate dramatically based on the price of natural gas. During the recent winter months, natural gas prices were at higher than normal levels and amended revenues are being adjusted to reflect those higher than average prices.

All remaining gross receipt revenue sources are expected to approximate original revenue estimates.

Sales Taxes

Sales tax revenues continue to be of concern. Through the first four months of the fiscal year, sales tax revenues were on target to meet original projections of \$26,080,000. With the advent of the Iraqi war and associated eroding economic conditions, sales tax revenues have demonstrated weakness that is projected to continue for the remainder of the fiscal year. Sales tax projections are being lowered to reflect a 5% decrease over the remaining reporting periods in the 2002-03 fiscal year which converts into decreased revenues of \$1,188,640. This reduction in sales tax revenues has been tempered by increases in other General Fund revenue sources and the City's self-imposed hiring freeze.

Other Revenues

Two items are worth noting in the Other Revenues category which are up significantly. First, the City received an unanticipated final landfill royalty payment from Trinity Waste Services for \$187,186 and, secondly, sale of compost material revenue is up \$138,000. In recent months, two private companies have begun to purchase large amounts of compost material from the City's composting facility resulting in substantially increased revenues.

Expenditure Analysis

The 2002-03 General Fund budget is being amended to \$81,498,738 and is \$653,877 less than the adopted budget of \$82,152,615. This marks the second consecutive year that the amended budget has been lower than original budgeted amounts and is due in large part to the City's hiring freeze implemented early in the fiscal year. Aside from the hiring freeze there were no other unanticipated budgeted items that presented themselves in the amended budget. Analysis of amended budget items is presented below.

Personal Services

Personal services costs represent those items paid in support of the City's work force, i.e., salaries and related fringe benefits. The 2002-03 budget adopted in September 2002 estimated personal service savings of \$610,000 via a hiring freeze on positions as they became vacant. These savings have been realized during the first six months of the year.

It is anticipated that for the remaining six months of the year an additional \$350,000 will be saved by continuing the hiring freeze. Achieving the same \$610,000 during the latter half of the year will not be possible as certain positions will have to be filled in order to maintain basic service delivery levels.

Savings from Capital Outlay/Other Bid Items

As the City bids equipment, supplies and other items, savings are captured and department budgets reduced when the actual bid amount is less than the budgeted amount. To date, savings totaling \$170,883 have been realized.

Water and Sewer Fund

The Water and Sewer amended budget is projected to finish the year with an ending working capital balance of \$11,774,863. Amended revenues have been written down \$1,329,173 and are now estimated to be \$28,640,827, down from original projections of \$29,970,000. Revised expenses are expected to be \$30,166,453, an increase of \$223,210.

As the fiscal year has unfolded, several items have occurred which have negatively impacted the Water and Sewer Fund and are worth noting. First, water sales are being reduced by \$950,000 due to wet weather conditions in the first six months of the year and lower than expected water sales. Water rates adopted for the 2002-03 budget assumed water billings on 6.9 billion gallons. Assuming normal summer conditions in the upcoming months, it now appears that only 6.5 billion gallons of water will be consumed and billed, 400 million gallons less than original estimates.

Additionally, wastewater treatment costs are nearly \$140,000 higher than original estimates. During conversations with the North Texas Municipal Water District (NTMWD) early last summer, it was indicated that the City could expect a 15% increase in its wastewater treatment costs. The 2002-03 adopted budget included funding for this rate increase, however, NTMWD notified the City in late September, after adoption of the budget, that the actual rate increase would be 20%. The amended budget is being revised to accommodate this additional increase in wastewater costs.

While expenses exceed revenues by \$1.5 million, the Water and Sewer Fund continues to maintain a healthy working capital basis and all required bond covenant ratio and fund balance requirements are being met or addressed.

Summary

This has been a challenging first seven months and the remaining five months will be no less challenging. We have taken appropriate measures to curb expenditures in light of the weak economy and, most assuredly, we will be forced to continue many of these measures for some time to come. Looking forward to next year, indications are that a weak economy is likely to continue. This will apply even more pressure to allocate scarce resources wisely.

The 2002-03 amended budget will be placed on the May 19th agenda for adoption by the City Council.