

City Council Meeting February 17, 2016

City Manager Report



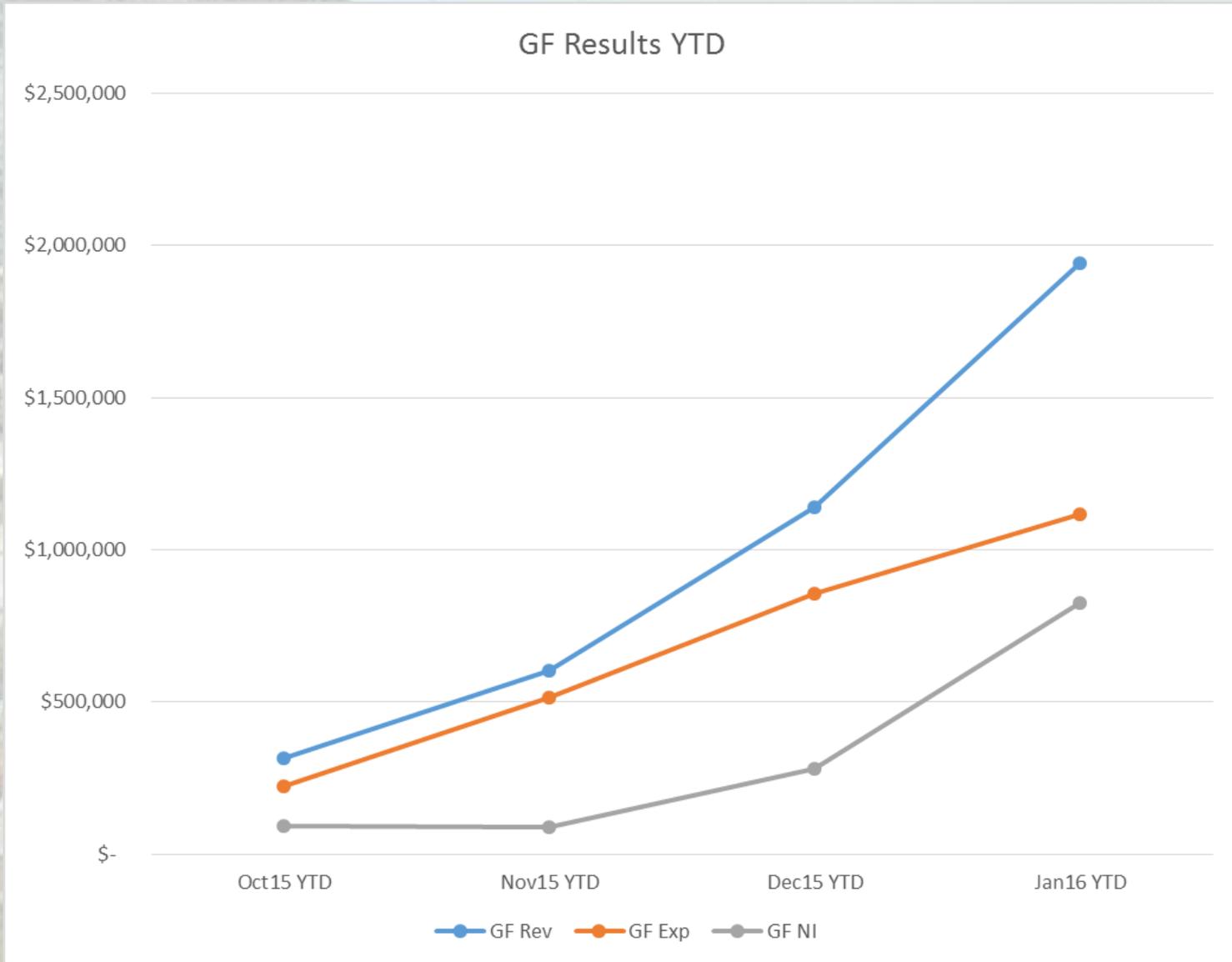
Update on TCEQ Enforcement Order

- Docket - #2014-0519-MLM-E
- As of February 16, 2016 email with Sandy VanCleave of TCEQ, their Board has not officially signed off on Order
 - Anticipates April 2016
- De-Watering Box is ordered and scheduled to deliver the end of this month
- RFP for Aerator Installation (walkway build and wiring in of aerator) prepared and ready to go out to bid
- Team continues to work on other elements of order
- Reporting mechanism created to report back to TCEQ
- Recent TCEQ Enforcement report on DMR signing

Monthly Financial Reporting

- Reporting timeframe: October 1, 2015 through January 31, 2016 or 33% of Fiscal Year
- Auditors continue to work through questions with Finance Department for previous years audit
- Budget amendments approved at February 2, 2016 meeting and will show on next months reports.

Government Fund Results



GF Observations

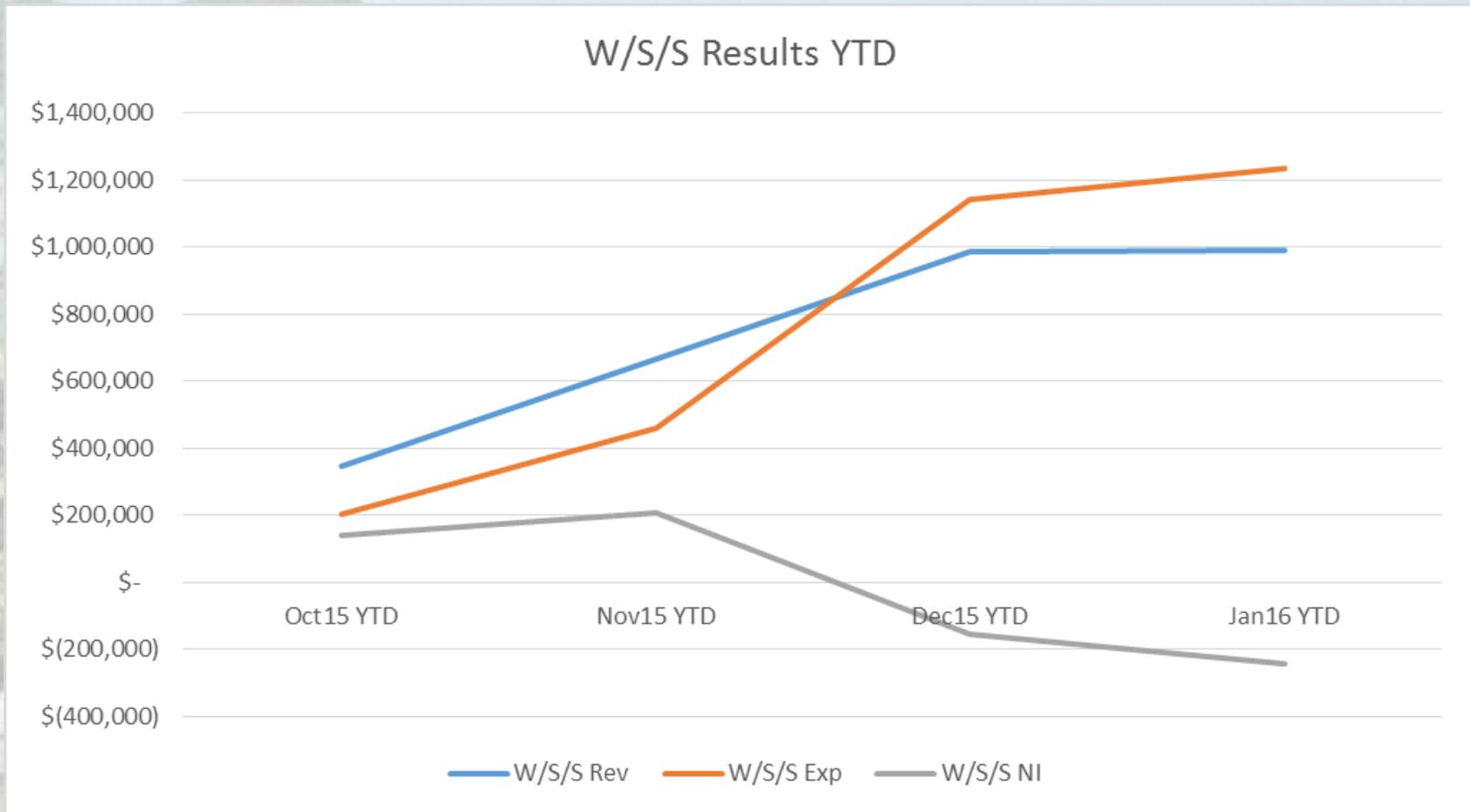
Revenues

- Code Enforcement revenues trending up
- ACO Revenues continue to exceed budget expectations
- Sales Tax @ 34%
- Ad Valorem @ 80%
- Municipal Court Revenues at 24%

Expenses

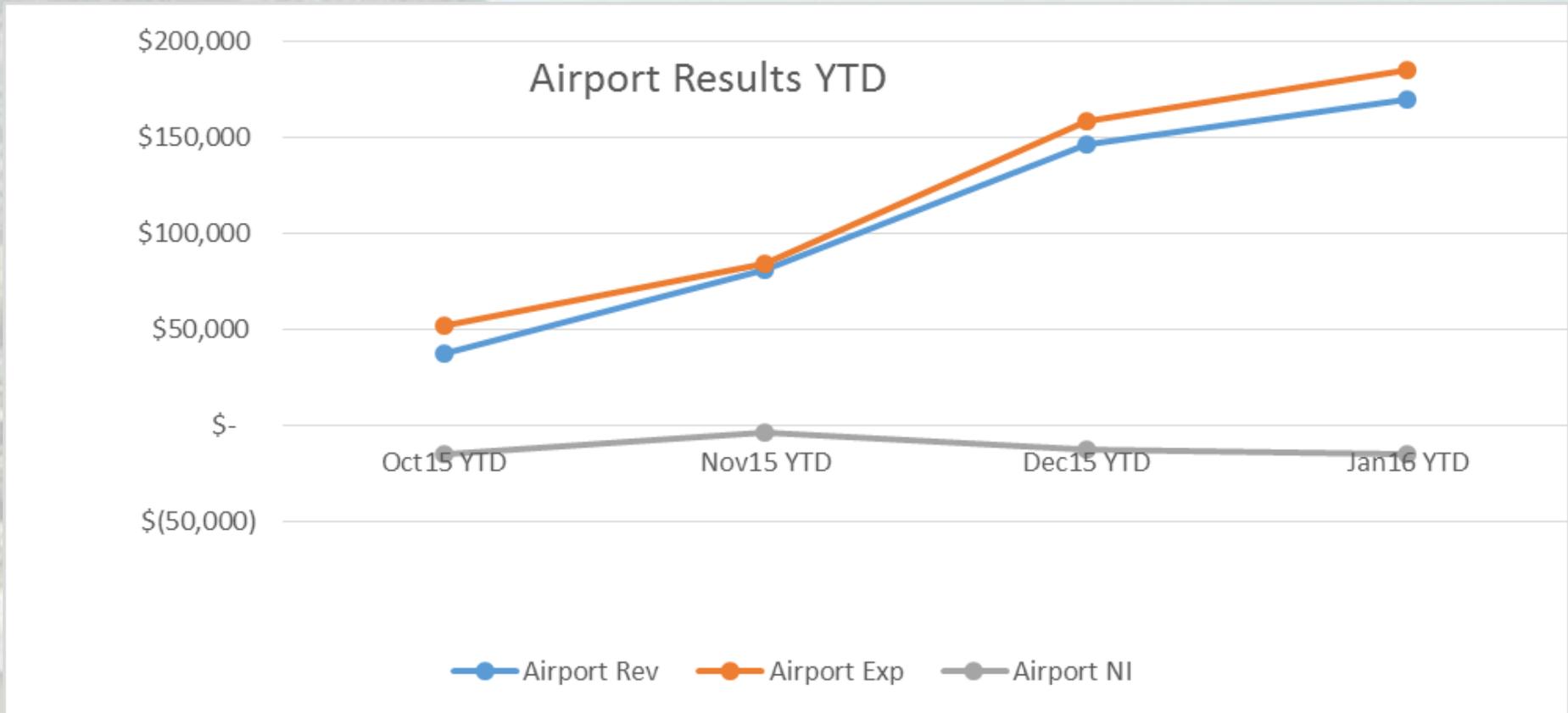
- Tracking audit with County – Important for PD
- Legal Fees: Professional Services down; Litigation Expenses higher than expected
- Tracking Salaries and OT – reviewed at Staff Mtg Yesterday
 - Early fiscal year holidays cause more OT for PD & ACO

Water/Sewer/Sanitation Results



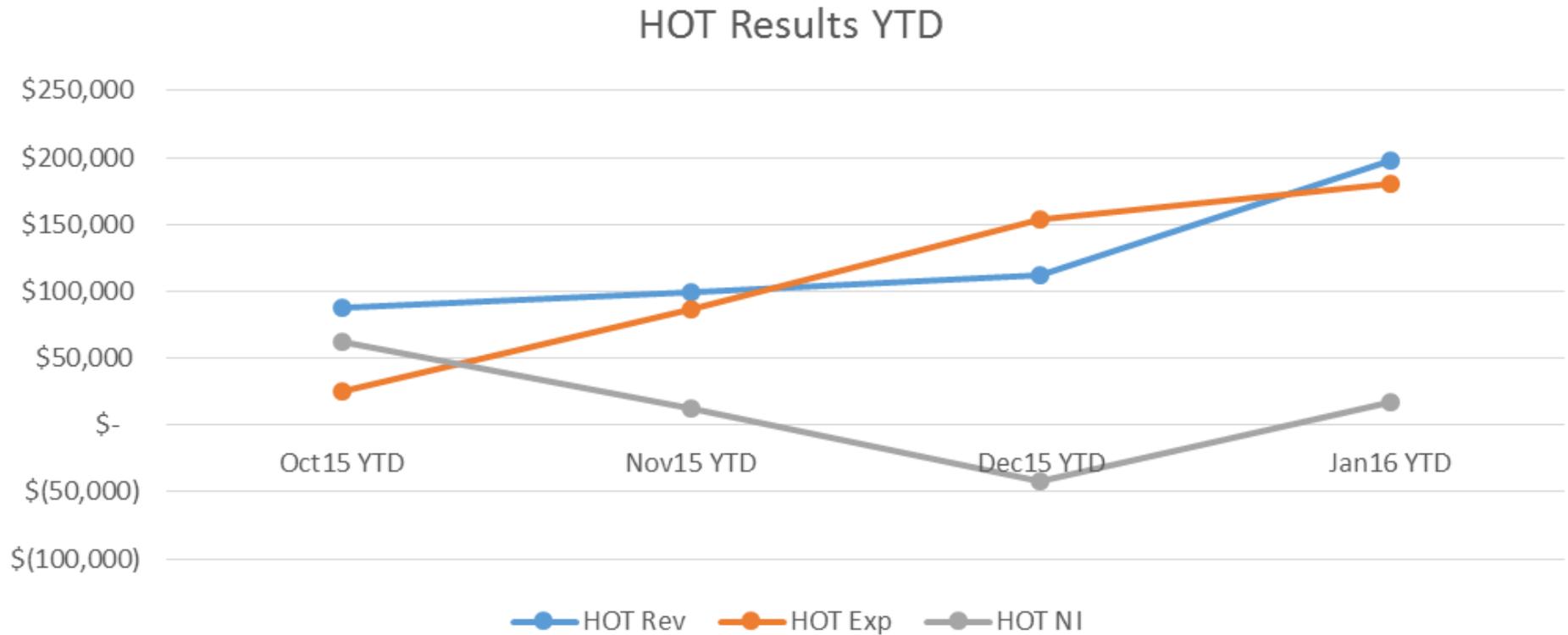
- Revenues for January posted in early February – due to software transition
- Liquid sewage dumping revenues higher than budgeted – implementing new sewage drop off process
- Supply Expenses – higher than budgeted due to distribution infrastructure work
- Debt payment transactions are accounted for on Budget Variance reports
- TDS Billing – Megan continues to monitor for accuracy

Airport Results



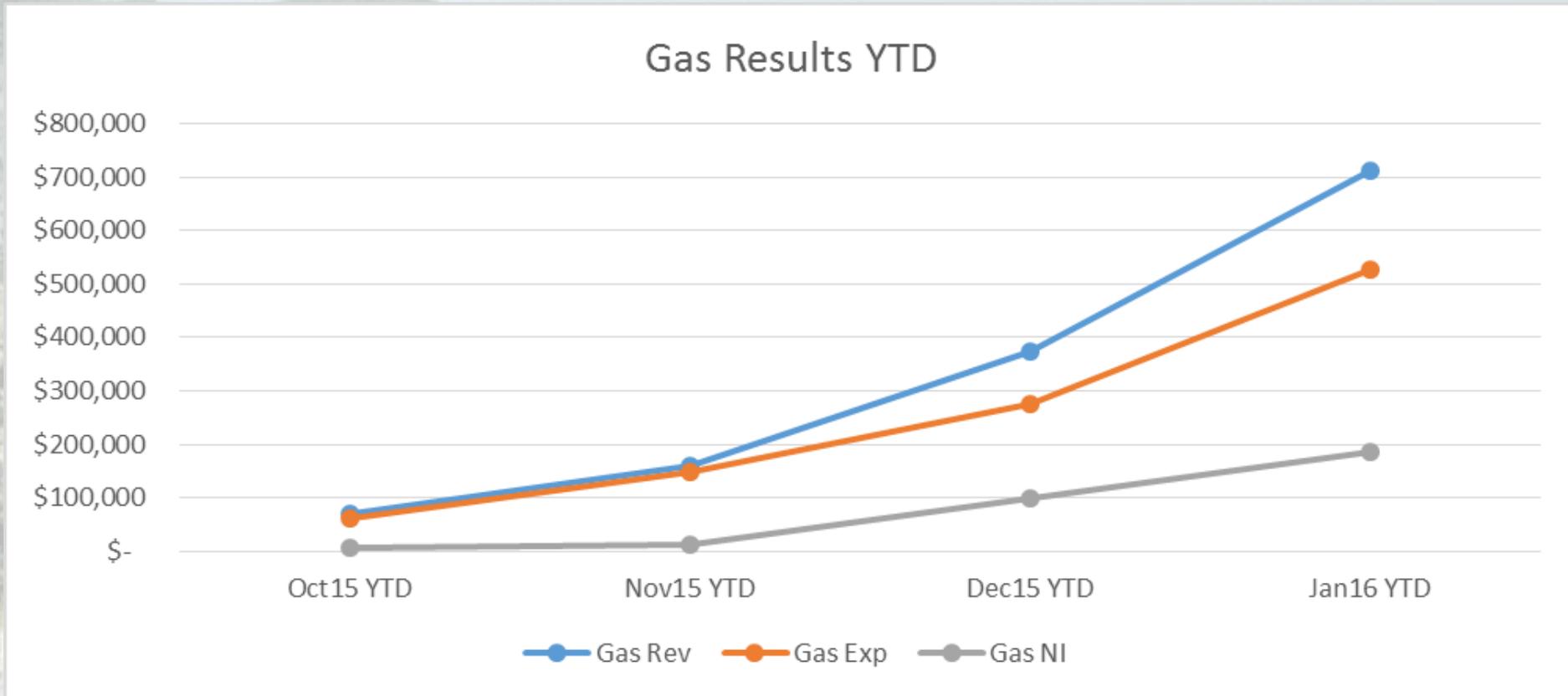
- Fuel prices lower than at time of budgeting – impacts both revenue and expenses
 - Receiving rebate from AvFuel
- Budget amendment to show on next monthly reporting
- Taxiway crack-seal in process. Will bill out in this quarter. Will show pictures and progress at next CM report.

HOT Results



- Administrative Costs being calculated per respective salaries and will show during this quarter
- New revenue line items: 0556-0521 to 0526 – per previous questions on AirBNB, etc...
- Budget amendment to show in next months report

Gas Results



- Revenues from January reflect usage: Mid-Nov to Mid-Dec
- Several requests for re-reads in January/February
- Will describe DIMP efforts and strategy at next meeting
- Salaries and OT – good shape/under budget