

City of Galveston



P. O. Box 779 / Galveston, Texas 77553

May 7, 2015

Honorable Mayor James D. Yarborough and Members of Council

This is to present the second quarter report for FY 2015 with projected year ending totals using year-to-date actual revenue and expenditures and prior year comparisons. The City of Galveston's operating budget is addressed in the attached report, showing favorable overall preliminary results. It is estimated that revenue collections for FY 2015 will be \$108.2 million, an amount that is approximately \$100,000 more than the budget of \$108.1 million. At the same time, expenditures for the fiscal year are estimated to be \$105.9 million, approximately \$10.6 million less than the \$116.5 million budget. Fund balances in total, the City's savings accounts, are projected to end FY 2015 with a total of \$49.8 million, significantly more than the \$35 million budgeted amount, primarily due to projected FY 2015 underspending in the Enterprise and Special Revenue Funds.

This report includes projected year end results for all operating budget funds, considering current trends and matters known to have an effect on the budget fiscal year to date. Economic trends in the energy sector that began at the end of calendar 2014 are now beginning to have an impact on economic growth in the region with layoffs and production cuts among small and large energy companies alike. We will continue to monitor these trends and our economically sensitive revenue to identify any impact on those revenues.

Payroll and hiring trends have been used to project year end totals identifying several departments with expected underruns against their personnel budget. Notable variances between projections and budget have been noted and explained on each page of the financial section of this report. In addition, a budget amendment will be offered for City Council consideration in the near future in response to key items identified through this report.

General Fund Highlights

General Fund revenue is projected to be \$60,000 over budget, with our two largest revenues performing well. Property taxes are expected to be approximately \$337,000 higher than budgeted (see the March 2015 Property Tax Overview in the appendix to this report. Also, sales tax revenue is now expected to be \$182,000 over budget (see the May 2015 Sales Tax Overview in the appendix to this report). Tax revenue performance will be offset as court fines and forfeits are trending to come in \$498,000 under the FY 2015 Budget and somewhat under last year's actual totals.

General Fund spending by operating departments is now projected to be \$646,000 under budget at the end of FY 2015. This estimate is arrived at after an analysis of major accounts in every department, including projected payroll spending. As was the case in the last quarterly report, spending to date and current payroll amounts are being projected through the end of the fiscal year. These projections are adjusted for anticipated filling of vacant positions to produce personnel projections.

Special Revenue Funds

Special revenue funds exist to account and budget for legally dedicated revenue that is not associated with a business-type, enterprise operation. The City's special revenue funds are budgeted to spend all or most all of available funding although this is rarely the case; if funds are not spent, they simply fall to fund balance and are available in the following fiscal year to be spent on the legally required and allowed purposes.

In FY 2015, additional special revenue funds have been included as a formal part of the budget through budget amendment, including the Public Access Channel Fund and Downtown Parking Management Fund. We expect to offer future budget amendments for additional funds that qualify as special revenue funds requiring Council budget approval.

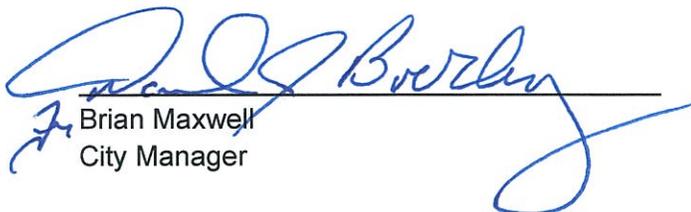
Enterprise Funds

Four of the five enterprise funds are projected to end FY 2015 with more fund balance than budgeted. As was the case last fiscal year, revenues will be close to budget while expenditures will run under budget, particularly because of personnel savings. The most significant Enterprise Fund budgetary issue is the impact of an adjustment made as a part of the FY 2014 Comprehensive Annual Financial Report.

Beginning in FY 2010, FEMA project related insurance proceeds were overstated in the City's accounting records. This overstatement was being cured as projects were closed out, but a balance of \$2.42 million remained in FY 2014. This resulted in overstated fund balances in the five Enterprise Funds in the amount of \$2.23 million as shown in the chart at the bottom of the Enterprise Fund Summary Schedule. (Note: The Garage Internal Service Fund also reflected an overstated balance of \$184,000.) These adjustments reduced fund balances in each of the affected funds.

While the individual amounts were significant adjustments to each fund, the only fund that experienced a significant impact as a result of the adjustment was the Airport Fund. After adjustment, the Airport Fund actually began FY 2015 with a \$280,000 fund balance, instead of \$888,000 as previously thought. This will require some attention and thoughtful management in order to restore the fund balance to a more adequate level.

Please let me know if you wish further information.



Brian Maxwell
City Manager

CITY-WIDE SUMMARY
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate
Beginning Fund Balance				
General Fund	\$18,244,324	\$16,881,028	\$17,270,248	\$17,270,248
Special Revenue Funds	4,565,420	7,270,824	7,498,187	7,498,187
Debt Service Fund	4,039,467	3,518,386	4,117,549	4,117,549
Enterprise Funds	13,416,573	11,542,985	12,982,911	12,982,911
Total	\$40,265,784	\$39,213,223	\$41,868,895	\$41,868,895
Revenue				
General Fund	\$45,991,805	\$45,976,972	\$11,915,869	\$46,036,700
Special Revenue Funds	12,308,437	14,487,082	5,105,896	14,667,850
Debt Service Fund	7,130,595	7,084,251	4,845,778	7,106,285
Enterprise Funds	39,712,887	40,591,754	20,052,299	40,415,401
Total	\$105,143,724	\$108,140,059	\$41,919,842	\$108,226,236
Expenditures				
General Fund	\$46,566,921	\$45,970,822	\$21,484,233	\$45,309,311
Special Revenue Funds	9,375,670	19,430,700	3,572,332	13,594,840
Debt Service Fund	7,052,513	7,060,130	3,634,521	7,020,262
Enterprise Funds	40,146,549	44,072,594	19,645,535	39,964,626
Total	\$103,141,653	\$116,534,246	\$48,336,621	\$105,889,039
Revenues over/(under) Expenditures				
General Fund	(\$575,116)	\$6,150	(\$9,568,364)	\$727,389
Special Revenue Funds	2,932,767	(4,943,618)	1,533,564	1,073,010
Debt Service Fund	78,082	24,121	1,211,257	86,023
Enterprise Funds	(433,662)	(3,480,840)	406,764	450,776
Total	\$2,002,071	(\$8,394,187)	(\$6,416,779)	\$2,337,197
Appropriation of Fund Balance				
General Fund	\$398,960	\$3,700,032	\$110,833	\$619,542
Special Revenue Funds	375,457	5,867,108	1,110,444	2,734,089
Debt Service Fund	0	0	0	0
Enterprise Funds	1,786,446	3,600,000	2,197,652	1,699,566
Total	\$2,560,863	\$13,167,140	\$3,418,929	\$5,053,197
Ending Fund Balance				
General Fund	\$17,270,248	\$13,187,146	\$7,591,051	\$17,378,095
Special Revenue Funds	7,498,187	2,327,206	9,031,750	8,571,196
Debt Service Fund	4,117,549	3,542,507	5,328,806	4,203,572
Enterprise Funds	12,982,911	8,062,145	13,389,675	13,433,687
Sub-Total	\$41,868,895	\$27,119,004	\$35,341,282	\$43,586,550
Internal Service Funds	\$6,609,160	\$7,858,409	\$6,352,698	\$6,261,293
TOTAL WITH INTERNAL SERVICE FUNDS	\$48,478,055	\$34,977,413	\$41,693,980	\$49,847,843

Note: The Internal Service Funds revenues and expenses are not included in the totals above to avoid duplication.

GENERAL FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	
Beginning Fund Balance	\$18,244,324	\$16,881,028	\$17,270,248	\$17,270,248	\$389,220
Revenues					
Property Taxes	\$18,978,853	\$18,546,689	\$8,858,091	\$18,883,700 (1)	\$337,011
Sales Taxes	14,623,449	14,608,207	1,062,765	14,800,000 (2)	191,793
Other Taxes	546,116	715,353	0	797,800 (3)	82,447
Franchise Taxes	5,267,085	5,324,415	808,430	5,272,100 (4)	(52,315)
Licenses and Permits	1,226,220	1,043,744	278,686	1,171,200 (5)	127,456
Intergovernmental	764,678	724,678	150,000	724,700	22
Charges for Services	1,789,860	1,825,170	389,994	1,722,200 (4)	(102,970)
Fines and Forfeits	1,870,688	2,211,908	359,342	1,713,000 (4)	(498,908)
Investment Earnings	45,967	69,111	0	50,000	(19,111)
Miscellaneous	878,889	907,697	8,560	902,000	(5,697)
Total Revenues	\$45,991,805	\$45,976,972	\$11,915,869	\$46,036,700	\$59,728
Expenditures					
General Government					
City Secretary	\$449,345	\$401,771	\$200,274	\$401,410	\$361
Municipal Court	643,337	675,056	333,719	687,558 (6)	(12,502)
City Manager	1,104,146	772,745	367,566	706,521 (7)	66,224
City Auditor	238,606	246,038	116,802	277,212 (8)	(31,174)
Legal	658,638	769,746	363,171	759,851 (9)	9,895
Human Resources	309,757	285,570	90,378	245,441 (10)	40,129
Transportation	850,000	850,000	375,000	850,000	0
Subtotal	\$4,253,829	\$4,000,926	\$1,846,912	\$3,927,994	\$72,932
Finance					
Administration	\$1,052,481	\$281,336	\$206,395	\$274,718	\$6,618
Accounting	895,816	1,021,788	466,975	999,831	21,957
Purchasing	147,699	198,802	83,400	187,149	11,653
Budget	101,740	172,313	59,739	162,560	9,753
Subtotal	\$2,197,736	\$1,674,239	\$816,509	\$1,624,258	\$49,981
Public Safety					
Police	\$16,737,537	\$16,783,827	\$7,686,589	\$16,625,361 (11)	\$158,466
Fire	9,832,783	10,000,899	4,580,165	10,065,842 (12)	(64,943)
Emergency Management	209,625	209,874	119,902	209,049	825
Emergency Medical Service	516,161	566,400	282,969	565,938	462
Special Events	0	0	89,343	(0)	0
Subtotal	\$27,296,106	\$27,561,000	\$12,758,968	\$27,466,190	\$94,810
Public Works					
Streets	\$1,742,121	\$1,850,355	\$795,562	\$1,689,064 (9)	\$161,291
Traffic	1,337,657	1,441,169	581,787	1,350,480 (9)	90,689
Subtotal	\$3,079,778	\$3,291,524	\$1,377,350	\$3,039,544	\$251,980
Parks and Recreation					
Administration	\$608,644	\$651,137	\$279,992	\$650,051	\$1,086
Parks and Parkways	1,541,379	1,666,390	717,908	1,665,400	990
Subtotal	\$2,150,023	\$2,317,527	\$997,900	\$2,315,451	\$2,076

GENERAL FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Planning and Community Development					
Planning	\$1,023,709	\$1,113,948	\$553,614	\$1,095,159	\$18,789
Code Enforcement	469,451	588,930	238,647	559,279	29,651
Building Inspection	552,876	564,328	266,788	567,134	(2,806)
Subtotal	\$2,046,036	\$2,267,206	\$1,059,050	\$2,221,572	(13)
Non-Departmental					
Vehicle Purchases	\$799,502	\$1,000,000	\$111,083	\$1,000,000	\$0
Governmental Expenditures	426,583	213,158	128,481	210,633	2,525
Debt Service	1,554,855	18,880	(143,282)	(122,694)	(14)
Facility Maintenance	0	1,847,728	752,629	1,847,728	0
Operating Transfers Out	2,762,473	1,778,634	1,778,634	1,778,634	0
Subtotal	\$5,543,413	\$4,858,400	\$2,627,545	\$4,714,301	\$144,099
Total Expenditures	\$46,566,921	\$45,970,822	\$21,484,233	\$45,309,311	\$661,511
Revenues Over/(Under) Expenditures	(\$575,116)	\$6,150	(\$9,568,364)	\$727,389	\$721,239
Estimated Ending Fund Balance	\$17,669,208	\$16,887,178	\$7,701,884	\$17,997,637	\$1,110,459
Less: Appropriation of Fund Balance					
One-Time Capital Outlay	0	718,000	110,833	619,542	(15)
City Council Budget Contingency	0	2,982,032	0	0	(16)
Transfer to Infrastructure Fund	363,296	0	0	0	0
Adjust Reserves for Prepaids	35,664	0	0	0	0
Subtotal	\$398,960	\$3,700,032	\$110,833	\$619,542	\$3,080,490
Ending Fund Balance	\$17,270,248	\$13,187,146	\$7,591,051	\$17,378,095	(\$1,970,032)
90 Day Reserve	11,482,254	11,335,271	5,297,482	11,172,159	N/A
Total General Fund Appropriation	\$46,965,881	\$49,670,854	\$21,595,066	\$45,928,853	\$3,742,001

NOTES:

- (1) Since the Budget and tax rates were approved, supplemental rolls have added taxable property to the 2014 tax rolls; also, delinquent tax
- (2) Current trend after six months of collections is the basis for this estimate.
- (3) Mixed drink taxes are ahead of last year's actual collections to date.
- (4) Franchise taxes, charges for service and fines and forfeit revenue are slightly behind last year's actual collections to date.
- (5) Building permits are ahead of last year's actual collections through six months.
- (6) Municipal Court expenditures projected to be over by a net amount of \$11,000 because Ethernet expenses are over budget.
- (7) Budget Amendment #2 approved 04/23/2015 established the Parking Special Revenue Fund, including a budget for the last six months of the year for the Special Projects Manager previously funded in the City Manager's budget. The amendment also moved \$66,222 in unused funds back to City Council Contingency originally allocated to the Special Projects Manager.
- (8) Budget Amendment #2 transferred funding to City Auditor (\$31,200) to cover costs associated with new space requirement, training and professional services.
- (9) Includes funding (15,000) for temporary law clerk for a period of five months while City Attorney is reorganizing and evaluating staffing
- (10) Human Resources, Streets and Traffic projected to underspend personnel budget as of year end.
- (11) Police personnel costs projected through end of year include salary underruns net of overtime of \$250,000 and ten vacant officer positions filled as of June 1st. Funding for PRO QA Dispatch software of \$120,000 is included.
- (12) The Fire Department needs to replace several sets of protective firefighting gear (\$70,000). The projected overrun will be addressed in the next budget amendment.
- (13) Under-runs are being considered for technology investment in the enterprise information system that serves the divisions of Planning and Community Development as well as Public Works.
- (14) Reimbursement from Ike Fund for Motorola radios paid off in FY14.
- (15) Amount remaining from funding set-aside for data processing software.
- (16) City Council Contingency not yet allocated to projects, so spending projected at zero.

SPECIAL REVENUE FUNDS
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate
Beginning Fund Balance				
Rosenberg Library	(\$11,078)	\$0	(\$11,078)	(\$11,078)
Seawall Parking	29,628	338,482	490,187	490,187
Convention Center Surplus	2,458,736	3,176,783	2,815,873	2,815,873
Historical Buildings	623,201	173,220	459,395	459,395
Neighborhood Revitalization	115,229	215,229	210,286	210,286
Infrastructure Fund	431,705	2,301,877	2,519,528	2,519,528
Separation Pay Fund	0	71,366	38,499	38,499
Public Access Channel Fund	0	0	0	0
D.E.A. Asset Forfeiture Fund	166,939	288,445	288,445	288,445
Local Asset Forfeiture Fund	72,207	42,978	42,978	42,978
Municipal Court Building Security Fund	577,347	397,303	397,303	397,303
Municipal Court Technology Fund	(5,583)	34,747	34,747	34,747
Municipal Court Judicial Efficiency Fund	36,178	33,801	33,801	33,801
Parking Management Fund	0	0	0	0
Island Transit	70,910	196,592	178,222	178,222
Total	\$4,565,420	\$7,270,824	\$7,498,187	\$7,498,187
Revenues				
Rosenberg Library	\$2,064,500	\$2,144,036	\$0	\$2,144,036
Seawall Parking	502,638	500,000	136,989 (1)	136,989
Convention Center Surplus	1,564,651	1,584,978	1,472,316 (2)	1,800,000
Historical Buildings	406,865	188,406	73,661	188,406
Neighborhood Revitalization	100,416	2,756,020	0	2,756,020
Infrastructure Fund	2,300,957	1,378,634	1,384,051	1,389,468
Separation Pay Fund	852,397	514,000	514,000	514,000
Public Access Channel Fund	0	397,387	437,537	437,537
D.E.A. Asset Forfeiture Fund	133,368	0	6,160	100,419
Local Asset Forfeiture Fund	16,744	0	11,556	15,025
Municipal Court Building Security Fund	31,071	0	14,041	28,831
Municipal Court Technology Fund	40,361	0	18,721	37,513
Municipal Court Judicial Efficiency Fund	5,607	0	2,959	5,982
Parking Management Fund	0	249,700	0	249,700
Island Transit	4,288,862	4,773,921	1,033,906	4,863,924
Total	\$12,308,437	\$14,487,082	\$5,105,896	\$14,667,850

(1) Seawall Parking projections assume transition to Parks Board as of February 1.

(2) First quarter revenue equal to two thirds of FY 2015 Budget. Will review for adjustment after second quarter payment received.

SPECIAL REVENUE FUNDS
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate
Expenditures				
Rosenberg Library	\$2,064,500	\$2,144,036	\$0	\$2,132,958
Seawall Parking	42,079	151,268	52,090	52,090
Convention Center Surplus	1,207,514	4,761,761	956,117	1,242,772
Historical Buildings	570,671	361,626	821	100,000
Neighborhood Revitalization	5,359	2,971,248	7,687	2,966,305
Infrastructure Fund	213,134	3,105,753	89,680	934,236
Separation Pay Fund	813,898	514,000	305,007	514,000
Public Access Channel Fund	0	397,387	0	397,387
D.E.A. Asset Forfeiture Fund	11,861	0	25,679	100,000
Local Asset Forfeiture Fund	45,973	0	1,480	37,839
Municipal Court Building Security Fund	211,116	0	111,788	223,926
Municipal Court Technology Fund	31	0	0	35,000
Municipal Court Judicial Efficiency Fund	7,984	0	2,586	10,000
Parking Management Fund	0	249,700	0	249,700
Island Transit	4,181,550	4,773,921	2,019,397	4,598,628
Total	\$9,375,670	\$19,430,700	\$3,572,332	\$13,594,840
Appropriation of Fund Balance				
Rosenberg Library	\$0	\$0	\$0	\$0
Seawall Parking	0	0	0	0
Convention Center Surplus	0	3,176,783	0	0
Historical Buildings	163,806	173,220	0	0
Neighborhood Revitalization	0	215,228	7,687	210,285
Infrastructure Fund	0	2,301,877	0	2,301,877
Separation Pay Fund	0	0	0	0
Public Access Channel Fund	0	0	0	0
D.E.A. Asset Forfeiture Fund	0	0	19,519	0
Local Asset Forfeiture Fund	29,229	0	0	22,814
Municipal Court Building Security Fund	180,045	0	97,747	195,095
Municipal Court Technology Fund	0	0	0	0
Municipal Court Judicial Efficiency Fund	2,377	0	0	4,018
Parking Management Fund	0	0	0	0
Island Transit	0	0	985,491	0
Total	\$375,457	\$5,867,108	\$1,110,444	\$2,734,089
Ending Balances				
Rosenberg Library	(\$11,078)	\$0	(\$11,078)	\$0
Seawall Parking	490,187	687,214	575,085	575,085
Convention Center Surplus	2,815,873	0	3,332,072	3,373,101
Historical Buildings	459,395	0	532,236	547,801
Neighborhood Revitalization	210,286	1	202,599	1
Infrastructure Fund	2,519,528	574,758	3,813,899	2,974,760
Separation Pay Fund	38,499	71,366	247,492	38,499
Public Access Channel Fund	0	0	437,537	40,150
D.E.A. Asset Forfeiture Fund	288,445	288,445	268,926	288,864
Local Asset Forfeiture Fund	42,978	42,978	53,054	20,165
Municipal Court Building Security Fund	397,303	397,303	299,555	202,208
Municipal Court Technology Fund	34,747	34,747	53,469	37,260
Municipal Court Judicial Efficiency Fund	33,801	33,801	34,173	29,783
Parking Management Fund	0	0	0	0
Island Transit	178,222	196,592	(807,269)	443,518
Total	\$7,498,187	\$2,327,206	\$9,031,750	\$8,571,196

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources legally restricted to expenditures for specific purposes.

Rosenberg Library Fund (1040) - To account for ad valorem taxes collected and transferred to the library, to be used for library purposes, as authorized by City Charter.

Seawall Parking Fund (1095) - To account for receipts of seawall parking revenue and expenditures related to the operation and capital improvement of the seawall and beach.

Convention Center Surplus Fund (1090) - To account for local hotel occupancy tax, to be used to enhance and promote tourism and the convention and hotel industry.

Historical Buildings Fund (1093) - To account for receipts of 1/8 hotel occupancy tax, to be used for advertisement and capital repairs to historical buildings and statues.

Neighborhood Revitalization Fund (1098) - To account for funds to enhance neighborhood resources, economic development, public services, and the quality of life for residents.

Infrastructure Fund (3199) - To account for funds for capital improvement and/or debt service allocating 1% of the General Fund Operating Budget beginning in FY 2013 and an additional 1% in each successive fiscal year thereafter until the cumulative annual allocation reaches a minimum of 8% of the total General Fund Operating Budget.

Separation Pay Fund (1099) - To account for funds from the General, Waterworks, Sewer System, Sanitation, Drainage and Airport for accrued benefits paid to an employee who terminates employment from the City.

Public Access Channel Fund (1092) - To account for funds used for improvements and equipment related to the City's public access channel. The revenues from this fund come from Comcast. It is a legal requirement that the funds be spent to improve the public access channel.

Asset Forfeiture Funds (1810) - To account for the equitable sharing of assets received from federal and state agencies to be used for law enforcement purposes. Funds are used to enhance and supplement, not supplant or replace the Police Department's appropriated budget.

Municipal Court Building Security Fund (1820) - To account for a fee of \$3.00 per misdemeanor conviction and is collected for future improvements to the security of the court facilities.

Municipal Court Technology Fund (1820) - To account for a fee of \$4.00 per misdemeanor conviction and is collected for future improvements to technology of the court facilities.

Municipal Court Judicial Efficiency Fund (1820) - To account for a fee of \$6.00 per misdemeanor conviction (90% State, 10% City) to promote the efficient operation of the court and the investigation, prosecution, and enforcement of the offenses within the court's jurisdiction.

Parking Management Fund (1096) - To account for collection of parking revenue and fees around the downtown area.

Island Transit Fund (1300) - To account for the receipt of and expenditure of federal, state, and local revenues designated for transit and other livable community projects.

ROSENBERG LIBRARY
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	(\$11,078)	\$0	(\$11,078)	(\$11,078)	(\$11,078)
Revenues					
Property Taxes	\$2,025,874	\$2,097,795	\$0	\$2,097,795	\$0
Property Taxes-Delinquent	38,626	46,241	0	\$46,241	\$0
Total Revenues	\$2,064,500	\$2,144,036	\$0	\$2,144,036	\$0
Expenditures					
Payments to Library	\$2,064,500	\$2,144,036	\$0	\$2,132,958 (1)	\$11,078
Total Expenditures	\$2,064,500	\$2,144,036	\$0	\$2,132,958	\$11,078
Revenues Over/(Under) Expenditures	\$0	\$0	\$0	\$11,078	\$11,078
Ending Fund Balance	(\$11,078)	\$0	(\$11,078)	\$0	\$0

SEAWALL PARKING
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$29,628	\$338,482	\$490,187	\$490,187	\$151,705
Revenues					
Transient Fees	\$502,680	\$500,000	\$132,008	\$132,008	(\$367,992)
Other Revenue	(42)		4,981	4,981	4,981
Total Revenues	\$502,638	\$500,000	\$136,989	\$136,989	(\$363,011)
Expenditures					
Contractual Charges	\$243,485	\$102,500	\$53,382	\$53,382	\$49,118
Parking salaries charged back to Police Department	(73,080)	48,768	(1,292)	(1,292)	50,060
Disallowed by GLO FY13 and FY14	(128,326)	0	0	0	0
Total Expenditures	\$42,079	\$151,268	\$52,090	\$52,090	\$99,178
Revenues Over/(Under) Expenditures	\$460,559	\$348,732	\$84,898	\$84,898	(\$263,834)
Ending Fund Balance	\$490,187	\$687,214	\$575,085	\$575,085	(\$112,129)

NOTE:

- (1) Expenditures adjusted for \$11,078 reclaimed for last fiscal year in current year.
- (2) Seawall Parking includes expenses incurred as responsibilities shifted to Parks Board.

CONVENTION CENTER SURPLUS
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$2,458,736	\$3,176,783	\$2,815,873	\$2,815,873	(\$360,910)
Revenues					
HOT Surplus Transfer In	\$1,564,651	\$1,584,978	\$1,472,316	\$1,800,000	\$215,022
Total Revenues	\$1,564,651	\$1,584,978	\$1,472,316	\$1,800,000	\$215,022
Expenditures					
Restrooms (Operation & Maintenance)	\$39,420	\$60,000	\$14,960	\$60,000	\$0
Restrooms (Park Board)	0	0	0	6,027	(6,027)
Mardi Gras	326,609	0	350,148 (1)	350,148	(350,148)
Seawall Litter Detail (Park Board)	35,000	100,000	100,000	100,000	0
West End Beach Access Cans-(City)	48,756	0	9,982	9,982	(9,982)
West End Beach Access Cans-(Park Board)	0	300,000	300,000	300,000	0
Cultural Arts District	15,533	802	401	802	0
East End Lagoon (Park Board)	0	75,000	75,000	75,000	0
Downtown Advertising (Park Board)	100,000	0	0	0	0
Advertising (Park Board)	400,000	0	0	0	0
Shoreline/beach services (Park Board)	19,798	0	0	0	0
Seawall Enhancements	6,715	0	0	0	0
Seawall Parking	172,451	192,042	86,843	192,042	0
Seawall Parking-Capital (Park Board)	0	75,000	0	75,000	0
Special Events (General Fund)	40,000	0	0	40,000	(40,000)
Transportation Study	0	30,000	15,000	30,000	0
Bank Fees	3,232	3,772	3,783	3,771	1
Available for Appropriations	0	3,925,145	0	0	3,925,145
Total Expenditures	\$1,207,514	\$4,761,761	\$956,117	\$1,242,772	\$3,518,989
Revenues Over/(Under) Expenditures	\$357,137	(\$3,176,783)	\$516,199	\$557,228	\$3,734,011
Ending Fund Balance	\$2,815,873	\$0	\$3,332,072	\$3,373,101	\$3,158,079

NOTE:

(1) Next budget amendment to include final allocation for Mardi Gras for FY15.

HISTORICAL BUILDINGS
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$623,201	\$173,220	\$459,395	\$459,395	\$286,175
Revenues					
HOT-Transfer In	\$406,865	\$188,406	\$73,661	\$188,406	\$0
Other Revenue	0	0	0	0	0
Total Revenues	\$406,865	\$188,406	\$73,661	\$188,406	\$0
Expenditures					
City Hall	\$32,619 (1)	\$100,000	\$821	\$100,000	\$0
Garden Verein	500,000	0	0	0	0
Old City Sexton Building	0	0	0	0	0
City Cemeteries	38,052	0	0	0	0
Texas Hero's Monument	0	0	0	0	0
Available for Appropriation	0	261,626	0	0	261,626
Total Expenditures	\$570,671	\$361,626	\$821	\$100,000	\$261,626
Revenues Over/(Under) Expenditures	(\$163,806)	(\$173,220)	\$72,841	\$88,406	\$261,626
Ending Fund Balance	\$459,395	\$0	\$532,236	\$547,801	\$547,801

NOTE:

(1) Actual FY14 HOT revenue setaside higher than reflected in prior quarterly report. Projected ending balance now \$547,801.

NEIGHBORHOOD REVITALIZATION
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$115,229	\$215,229	\$210,286	\$210,286	(\$4,943)
Revenues					
Operating Transfer in	\$100,000	\$2,756,020	\$0	\$2,756,020	\$0
Other Revenue	416	0	0	0	\$0
Total Revenues	\$100,416	\$2,756,020	\$0	\$2,756,020	\$0
Expenditures					
Capital Improvements	\$5,222	\$2,971,248	\$7,673 (1)	\$2,966,170	\$5,078
Bank Fees	137	0	14	135	(135)
Available for Appropriations	0	0	0	0	0
Total Expenditures	\$5,359	\$2,971,248	\$7,687	\$2,966,305	\$4,943
Revenues Over/(Under) Expenditures	\$95,057	(\$215,228)	(\$7,687)	(\$210,285)	\$4,943
Ending Fund Balance	\$210,286	\$1	\$202,599	\$1	\$0

NOTE:

(1) Project lists and priorities being formulated in conjunction with the City Council.

INFRASTRUCTURE FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$431,705	\$2,301,877	\$2,519,528	\$2,519,528	\$217,651
Revenues					
Operating Transfer in-General Fund	\$1,934,548	\$1,378,634	\$1,378,634	\$1,378,634	\$0
Other Revenue	366,409	0	5,417	10,834	10,834
Total Revenues	\$2,300,957	\$1,378,634	\$1,384,051	\$1,389,468	\$10,834
Expenditures					
Capital Improvement-Streets	\$1,113	\$2,816,288	\$0	\$643,846	\$2,172,442
Engineering Services	211,095	289,465	89,419	289,465	0
Bank Fees	926	0	261	925	(925)
Total Expenditures	\$213,134	\$3,105,753	\$89,680	\$934,236	\$2,171,517
Revenues Over/(Under) Expenditures	\$2,087,823	(\$1,727,119)	\$1,294,371	\$455,232	\$2,182,351
Ending Fund Balance	\$2,519,528	\$574,758	\$3,813,899	\$2,974,760	\$2,400,002

NOTE:

(1) Budget of \$3.1 million allocated to projects in Adopted CIP. Additional \$218,000 carried forward from FY 2014.

SEPARATION PAY FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$0	\$71,366	\$38,499	\$38,499	(\$32,867)
Revenues					
Operating Transfer In					
General Fund	\$727,925	\$400,000	\$400,000	\$400,000	\$0
Waterworks Fund	22,000	22,000	22,000	22,000	0
Sewer System Fund	40,000	40,000	40,000	40,000	0
Sanitation Fund	35,000	35,000	35,000	35,000	0
Drainage Fund	20,957	10,500	10,500	10,500	0
Airport Fund	6,500	6,500	6,500	6,500	0
Interest Earned	15	0	0	0	0
Total Revenues	\$852,397	\$514,000	\$514,000	\$514,000	\$0
Expenditures					
General Fund	\$727,925	\$411,882	\$208,039	\$411,882	\$0
Waterworks Fund	21,918	19,707	0	19,707	0
Sewer System Fund	29,071	35,831	34,941	35,831	0
Sanitation Fund	14,027	31,352	54,891	31,352	0
Drainage Fund	20,957	9,406	7,136	9,406	0
Airport Fund	0	5,822	0	5,822	0
Total Expenditures	\$813,898	\$514,000	\$305,007	\$514,000	\$0
Revenues Over/(Under) Expenditures	\$38,499	\$0	\$208,993	\$0	\$0
Ending Fund Balance	\$38,499	\$71,366	\$247,492	\$38,499	(\$32,867)

NOTE:

- (1) Separation Pay for Internal Service Fund and Island Transit Fund not charged here but charged directly to those funds. Island Transit involved grant funds while Internal Service Fund expenditures are charged back to all departments.

PUBLIC ACCESS CHANNEL FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$0	\$0	\$0	\$0	\$0
Revenues					
P.E.G. Fees	\$0	\$397,387	437,537	437,537	40,150
Interest Earned	0	0	0	0	0
Total Revenues	\$0	\$397,387	\$437,537	\$437,537	\$40,150
Expenditures					
Capital Outlay	\$0	\$397,387	\$0	\$397,387	\$0
Total Expenditures	\$0	\$397,387	\$0	\$397,387	\$0
Revenues Over/(Under) Expenditures	\$0	\$0	\$437,537	\$40,150	\$40,150
Ending Fund Balance	\$0	\$0	\$437,537	\$40,150	\$40,150

D.E.A. ASSET FORFEITURE FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget (1)	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$166,939	\$288,445	\$288,445	\$288,445	\$0
Revenues					
Drug Enforcement Agency	\$132,942	\$0	\$6,152	\$100,000	\$100,000
Interest Earned	426	0	8	419	419
Total Revenues	\$133,368	\$0	\$6,160	\$100,419	\$100,419
Expenditures					
Police Equipment	\$11,695	\$0	\$25,679	\$100,000	(\$100,000)
Police Training	0	0	0	0	0
Investment Fees	167	0	0	0	0
Total Expenditures	\$11,861	\$0	\$25,679	\$100,000	(\$100,000)
Revenues Over/(Under) Expenditures	\$121,507	\$0	(\$19,519)	\$419	\$419
Ending Fund Balance	\$288,445	\$288,445	\$268,926	\$288,864	\$419

LOCAL ASSET FORFEITURE FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget (1)	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$72,207	\$42,978	\$42,978	\$42,978	\$0
Revenues					
Galveston County District Attorney	16,679	0	11,554	15,000	15,000
Interest Earned	65	0	1	25	25
Total Revenues	\$16,744	\$0	\$11,556	\$15,025	\$15,025
Expenditures					
Police Equipment	\$15,997	\$0	\$0	\$16,300	(\$16,300)
Police Training	12,500	0	0	10,000	(10,000)
Police Annual Report	4,795	0	0	5,836	(5,836)
Employee Awards	1,940	0	0	0	0
Transfer to Narcotic's Petty Cash	10,716	0	1,480	5,678	(5,678)
Investment Fees	25	0	0	25	(25)
Total Expenditures	\$45,973	\$0	\$1,480	\$37,839	(\$37,839)
Revenues Over/(Under) Expenditures	(\$29,229)	\$0	\$10,076	(\$22,814)	(\$22,814)
Ending Fund Balance	\$42,978	\$42,978	\$53,054	\$20,165	(\$22,814)

NOTE:

(1) Forfeiture funds included in FY15 Budget on a memo basis only.

MUNICIPAL COURT BUILDING SECURITY FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget (1)	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$577,347	\$397,303	\$397,303	\$397,303	\$0
Revenues					
Fines and Forfeitures	\$30,238	\$0	\$14,041	\$28,081.02	\$28,081
Interest Earned	833	0	0	750	750
Total Revenues	\$31,071	\$0	\$14,041	\$28,831	\$28,831
Expenditures					
Personnel Services	\$204,863	\$0	\$106,195	\$212,390.74	(\$212,391)
Supplies	889	0	885	1,770	(1,770)
Services and Charges	5,011	0	4,707	9,415	(9,415)
Investment Fees	353	0	0	350	(350)
Total Expenditures	\$211,116	\$0	\$111,788	\$223,926	(\$223,926)
Revenues Over/(Under) Expenditures	(\$180,045)	\$0	(\$97,747)	(\$195,095)	(\$195,095)
Ending Fund Balance	\$397,303	\$397,303	\$299,555	\$202,208	(\$195,095)

MUNICIPAL COURT TECHNOLOGY FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget (1)	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	(\$5,583)	\$34,747	\$34,747	\$34,747	\$0
Revenues					
Fines and Forfeitures	\$40,288	\$0	\$18,721	\$37,442.70	\$37,443
Interest Earned	73	0	0	70	70
Total Revenues	\$40,361	\$0	\$18,721	\$37,513	\$37,513
Expenditures					
Salaries	\$0	\$0	\$0	\$0	\$0
Supplies	0	0	0	35,000	(35,000)
Services and Charges	0	0	0	0	0
Investment Fees	31	0	0	0	0
Total Expenditures	\$31	\$0	\$0	\$35,000	(\$35,000)
Revenues Over/(Under) Expenditures	\$40,330	\$0	\$18,721	\$2,513	\$2,513
Ending Fund Balance	\$34,747	\$34,747	\$53,469	\$37,260	\$2,513

NOTE:

(1) Municipal Court funds included in FY15 Budget on a memo basis only.

MUNICIPAL COURT JUDICIAL EFFICIENCY FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget (1)	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$36,178	\$33,801	\$33,801	\$33,801	\$0
Revenues					
Fines and Forfeitures	\$5,536	\$0	\$2,959	\$5,917.32	\$5,917
Interest Earned	71	0	0	65	65
Total Revenues	\$5,607	\$0	\$2,959	\$5,982	\$5,982
Expenditures					
Personnel Services	\$0	\$0	\$0	\$0	\$0
Supplies	7,954	0	2,556	10,000	(10,000)
Services and Charges	0	0	0	0	0
Investment Fees	30	0	30	0	0
Total Expenditures	\$7,984	\$0	\$2,586	\$10,000	(\$10,000)
Revenues Over/(Under) Expenditures	(\$2,377)	\$0	\$372	(\$4,018)	(\$4,018)
Ending Fund Balance	\$33,801	\$33,801	\$34,173	\$29,783	(\$4,018)

NOTE:

(1) Municipal Court Judicial Efficiency Fund not included in FY15 Budget.

PARKING MANAGEMENT FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget (1)	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$0	\$0	\$0	\$0	\$0
Revenues					
Parking Meter Fees	\$0	\$210,000	\$0	\$210,000.00	\$0
Parking Fines	0	39,700	0	39,700	0
Total Revenues	\$0	\$249,700	\$0	\$249,700	\$0
Expenditures					
Personnel Services	\$0	\$133,000	\$0	\$133,000	\$0
Supplies	0	22,450	0	22,450	0
Services and Charges	0	54,250	0	54,250	0
Vehicle Capital Outlay	0	40,000	0	40,000	0
Total Expenditures	\$0	\$249,700	\$0	\$249,700	\$0
Revenues Over/(Under) Expenditures	\$0	\$0	\$0	\$0	\$0
Ending Fund Balance	\$0	\$0	\$0	\$0	\$0

NOTE:

ISLAND TRANSIT
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	
Beginning Fund Balance	\$70,910	\$196,592	\$178,222	\$178,222	(\$18,370)
Revenues					
FTA-Operating Grant	\$648,994	\$779,828	\$0	\$984,589	\$204,761
FTA-Job Access Grant	216,000	465,000	0	298,073	(166,927)
Gulf Coast Center Supplement	213,617	204,000	94,680	209,000	5,000
Victory Lakes	549,325	516,000	241,256	624,000	108,000
State DOT Grants	779,828	708,955	0	635,000	(73,955)
D & R Preventive Maintenance	74,276	35,138	0	35,724	586
HGAC Preventive Maintenance	329,862	500,000	0	670,138	170,138
Fare Box Revenue	294,073	420,000	142,261	300,000	(120,000)
UTMB Shuttles	173,333	160,000	80,000	160,000	0
UTMB Performance Evaluation	57,000	60,000	37,500	50,000	(10,000)
Port Cruise Shuttles	164,002	160,000	62,354	115,000	(45,000)
Sale of Equipment	0	10,000	0	0	(10,000)
Other Revenue	38,552	5,000	856	32,400	27,400
General Fund	750,000	750,000	375,000	750,000	0
Total Revenues	\$4,288,862	\$4,773,921	\$1,033,906 (1)	\$4,863,924	\$90,003
Expenditures					
Administration	\$340,765	\$489,536	\$174,637	\$424,063	\$65,473
Transit System	2,599,836	2,786,725	1,165,862	2,767,569	19,156
FTA Maintenance	1,240,949	1,497,660	678,898	1,406,996	90,664
Total Expenditures	\$4,181,550	\$4,773,921	\$2,019,397	\$4,598,628 (2)	\$175,293
Revenues Over/(Under) Expenditures	\$107,312	\$0	(\$985,491)	\$265,296	\$265,296
Ending Fund Balance	\$178,222	\$196,592	(\$807,269)	\$443,518	\$246,926

NOTE:

- (1) Revenue projections for FY 2015 compiled by city staff with assistance from the Goodman Corporation.
(2) Expenditure projections based on second quarter actuals leave an estimated \$175,293 to go to ending fund balance.

DEBT SERVICE FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$4,039,467	\$3,518,386	\$4,117,549	\$4,117,549	\$599,163
Revenues					
Property Taxes - Current	\$1,980,855	\$1,984,758	\$1,860,813	\$1,984,758	\$0
Property Taxes - Delinquent	38,992	23,120	23,148	23,148	28
Hotel Occupancy Tax	1,424,525	1,720,512	1,378,634	1,720,512	0
Interest Earnings	6,646	1,000	16,920	23,006	22,006
Waterworks - Transfer In	194,723	191,493	30,675	191,493	0
Sewer System - Transfer In	194,723	191,493	30,675	191,493	0
Galveston Wharves	3,290,132	2,971,875	1,504,913	2,971,875	0
Total Revenues	\$7,130,595	\$7,084,251	\$4,845,778	\$7,106,285	\$22,034
Expenditures					
Principal Retirement	\$5,030,000	\$4,681,927	\$2,705,000	\$4,681,927	\$0
Interest payment	2,013,353	2,368,303	922,310	2,338,659	29,644
Fiscal Agent Fees	6,075	9,900	6,875	(996)	10,896
Investment Fees	3,085	0	336	672	(672)
Cost of Issuance	0	0	0	0	0
Pymt. to Refunded Bond Escrow Agent	0	0	0	0	0
Total Expenditures	\$7,052,513	\$7,060,130	\$3,634,521	\$7,020,262	\$39,868
Revenues Over/(Under) Expenditures	\$78,082	\$24,121	\$1,211,257	\$86,023	\$61,902
Estimated Ending Fund Balance	\$4,117,549	\$3,542,507	\$5,328,806	\$4,203,572	\$661,065

ENTERPRISE FUNDS
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate
Beginning Fund Balance				
Waterworks Fund	\$7,421,226	\$5,132,374	\$6,459,828	\$6,459,828
Sewer System Fund	3,457,871	4,008,770	4,162,553	4,162,553
Sanitation Fund	695,706	597,006	1,154,017	1,154,017
Drainage Utility Fund	1,187,070	1,074,134	925,967	925,967
Scholes Airport Fund	654,700	730,701	280,546	280,546
Total	\$13,416,573	\$11,542,985	\$12,982,911	\$12,982,911
Revenues				
Waterworks Fund	\$18,051,063	\$18,031,733	\$8,553,196	\$17,768,751
Sewer System Fund	13,196,924	13,054,000	6,470,701	13,284,989
Sanitation Fund	5,385,624	5,330,587	2,806,618	5,257,981
Drainage Utility Fund	2,442,470	2,848,663	1,434,976	2,837,348
Scholes Airport Fund	636,806	1,326,771	786,807	1,266,333
Total	\$39,712,887	\$40,591,754	\$20,052,299	\$40,415,401
Expenditures				
Waterworks Fund	\$19,012,461	\$20,031,733	\$10,750,848	\$19,136,989
Sewer System Fund	12,492,242	14,554,000	4,741,355	12,173,767
Sanitation Fund	4,927,313	5,430,587	2,743,612	5,293,750
Drainage Utility Fund	2,703,573	2,848,663	943,703	2,201,947
Scholes Airport Fund	1,010,960	1,207,611	466,017	1,158,172
Total	\$40,146,549	\$44,072,594	\$19,645,535	\$39,964,626
Appropriation of Fund Balance				
Waterworks Fund	\$1,687,356	\$2,000,000	\$2,197,652	\$1,663,797
Sewer System Fund	0	1,500,000	0	0
Sanitation Fund	0	100,000	0	35,769
Drainage Utility Fund	99,090	0	0	q
Scholes Airport Fund	0	0	0	0
Total	\$1,786,446	\$3,600,000	\$2,197,652	\$1,699,566
Ending Fund Balances				
Waterworks Fund	\$6,459,828	\$3,132,374	\$4,262,176	\$5,091,590
Sewer System Fund	4,162,553	2,508,770	5,891,900	5,273,774
Sanitation Fund	1,154,017	497,006	1,217,023	1,118,248
Drainage Utility Fund	925,967	1,074,134	1,417,240	1,561,368
Scholes Airport Fund	280,546	849,861	601,336	388,706
Total	\$12,982,911 (1)	\$8,062,145	\$13,389,675	\$13,433,687

NOTE:

- (1) Restated amounts below are due to insurance accounting adjustments related to FEMA funded projects. This was identified and recorded as part of the FY2014 CAFR published March, 2015.

	Projected FY2014 Ending Fund Balance	Restated FY2014 Ending Fund Balance	Adjustment
Waterworks Fund	\$6,828,520	\$6,459,828	(\$368,692)
Sewer System Fund	4,937,690	4,162,553	(775,137)
Sanitation Fund	1,414,069	1,154,017	(260,052)
Drainage Utility Fund	1,152,417	925,967	(226,450)
Scholes Airport Fund	888,734	280,546	(608,188)
Total	\$15,221,430	\$12,982,911	(\$2,238,519)

WATERWORKS FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$7,421,226	\$5,132,374	\$6,459,828	\$6,459,828	\$1,327,454
Revenues					
Metered Customers	\$16,971,871	\$17,500,000	\$8,264,794	\$17,282,745	(\$217,255)
Service Connections	440,118	275,000	214,242	275,000	0
Interest Earned	12,310	23,000	8,658	17,317	(5,683)
Penalties on Account	98,608	170,000	34,934	132,586	(37,414)
Due to Other Funds	(368,692)	0	0	0	0
Other Revenues	896,848	63,733	30,568	61,103	(2,630)
Total Revenues	\$18,051,063	\$18,031,733	\$8,553,196	\$17,768,751 (1)	(\$262,982)
Expenditures					
Management Services	\$310,229	\$299,041	\$146,378	\$306,166	(\$7,125)
Utility Billing	432,827	468,981	213,593	449,519	19,462
Supply	1,390,543	1,664,493	566,969	1,489,736	174,757
Distribution	1,644,841	2,155,948	961,114	2,203,875	(47,927)
Cost of Water	7,840,115	9,214,508	5,111,953	9,214,508	0
Debt Service	2,494,585	2,514,309	772,610	2,514,792	(483)
Transfer to CIP	3,258,114	1,691,493	746,471	937,964 <u>(2)</u>	753,529
Revenues Over/(Under) Expenditures	(\$961,398)	(\$2,000,000)	(\$2,197,652)	(\$1,368,238)	\$631,762
Estimated Ending Fund Balance	\$6,459,828	\$3,132,374	\$4,262,176 (3)	\$5,091,590	\$1,959,216

NOTES:

- (1) Water revenue less than budget largely due to wet conditions through winter months.
- (2) Transfer to CIP pending need for funding for additional projects.
- (3) Ending fund balance projected over Budget due to higher beginning fund balance.

SEWER SYSTEM FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$3,457,871	\$4,008,770	\$4,162,553	\$4,162,553	\$153,783
Revenues					
Metered Customers	\$12,682,353	\$12,650,000	\$6,458,024	\$13,089,183	\$439,183
Service Connections	124,096	125,000	96,378	125,000	0
Waster Hauler Fees	110,962	100,000	47,881	100,000	0
Interest Earned	24,907	20,000	9,392	18,784	(1,216)
Penalties on Account	97,603	158,000	39,643	131,639	(26,361)
Due to Other Funds	(775,137)	0	0	0	0
Other Revenues	932,140	1,000	(180,617)	(179,617)	(180,617)
Total Revenues	\$13,196,924	\$13,054,000	\$6,470,701	\$13,284,989	\$230,989
Expenditures					
Management Services	\$308,861	\$299,041	\$145,431	\$302,334	(\$3,293)
Utility Billing	421,703	468,981	213,492	449,419	19,562
Industrial Pretreatment	235,290	328,392	110,629	275,468	52,924
Collection	2,827,200	3,351,784	1,560,501	3,348,229	3,555
Wastewater Treatment Plant	3,331,647	3,401,458	1,401,296	3,192,643	208,815
Debt Service	3,297,422	3,317,644	823,915	3,317,838	(194)
Transfer to CIP	650,731	2,112,816	(181,685)	9,808 (1)	2,103,008
Non-Departmental	1,419,388	1,273,884	667,775	1,278,027	(4,143)
Total Expenditures	\$12,492,242	\$14,554,000	\$4,741,355	\$12,173,767	\$2,380,233
Revenues Over/(Under) Expenditures	\$704,682	(\$1,500,000)	\$1,729,347	\$1,111,221	\$2,611,222
Estimated Ending Fund Balance	\$4,162,553	\$2,508,770	\$5,891,900	\$5,273,774 (2)	\$2,765,005

NOTES:

- (1) Transfer to CIP pending need for funding for additional projects.
- (2) Ending fund balance projected over Budget due to higher beginning fund balance.

SANITATION FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	695,706	\$597,006	\$1,154,017	\$1,154,017	\$557,011
Revenues					
Collection Fees	\$5,494,483	\$5,110,387	\$2,757,043	\$5,181,812	\$71,425
Dumpster Fees	21,800	21,000	21,400	21,400	400
Penalties on Account	51,347	105,000	24,098	48,196	(56,804)
Operating Transfers In	48,881	90,000	0	0	(90,000)
Due to Other Funds	(260,052)	0	0	0	0
Other Revenues	29,165	4,200	4,078	6,574	2,374
Total Revenues	\$5,385,624	\$5,330,587	\$2,806,618	\$5,257,981	(1) (\$72,606)
Expenditures					
Refuse Collection	\$3,720,807	\$3,835,932	\$1,763,207	\$3,707,887	\$128,045
Utility Billing	170,342	187,593	85,598	178,801	8,792
Non-Departmental	1,036,164	1,407,062	894,807	1,407,062	(0)
Total Expenditures	\$4,927,313	\$5,430,587	\$2,743,612	\$5,293,750	\$136,837
Revenues Over/(Under) Expenditures	\$458,311	(\$100,000)	\$63,006	(\$35,769)	\$64,231
Ending Fund Balance	\$1,154,017	\$497,006	\$1,217,023	\$1,118,248	(2) \$621,242

NOTES:

- (1) FY 2015 Revenue projected to be under Budget because Sanitation no longer handling West End Beach trash can collection and less revenue from late penalties on garbage fee payments.
- (2) Ending fund balance projected over Budget due to higher beginning fund balance.

DRAINAGE UTILITY FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	1,187,070	\$1,074,134	\$925,967	\$925,967	(\$148,167)
Revenues					
Drainage District Charge	\$2,562,091	\$2,605,000	\$1,371,474	\$2,620,537	\$15,537
Penalties on Account	\$21,665	51,000	9,530	19,059	(31,941)
Interest Earned	\$2,347	3,000	2,117	4,233	1,233
Due to Other Funds	(\$226,450)	0	0	0	0
Other Revenues	\$82,817	189,663	51,856	193,519 (1)	3,856
Total Revenues	\$2,442,470	\$2,848,663	\$1,434,976	\$2,837,348	(\$11,315)
Expenditures					
Municipal Drainage Utility	\$1,628,592	\$2,031,814	\$803,752	\$1,801,858	\$229,956
Utility Billing	113,073	125,062	57,152	119,250	5,812
Transfer to CIP	799,865	536,094	0	125,000	411,094
Non-Departmental	162,043	155,693	82,800	155,839	(146)
Total Expenditures	\$2,703,573	\$2,848,663	\$943,703	\$2,201,947 (2)	\$646,716
Revenues Over/(Under) Expenditures	(\$261,103)	\$0	\$491,273	\$635,401	\$635,401
Estimated Ending Fund Balance	\$925,967	\$1,074,134	\$1,417,240	\$1,561,368 (3)	\$487,234

NOTES:

- (1) Other Revenues projected to be under budget as recycling revenue is expected to equal last year's total and the pending approval of a HGAC grant for \$142,000.
- (2) Drainage Utility expenditures projected to be under budget due to salary lapses through end of year.
- (3) Ending fund balance projected over Budget due to higher beginning fund balance.

SCHOLES AIRPORT FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	654,700	\$730,701	\$280,546	\$280,546	(\$450,155)
Revenues					
Building Rentals	\$53,839	\$54,538	\$27,534	\$55,068	\$530
Hangar Rentals	9,984	10,403	5,096	10,191	(212)
Terminal Space Rental	47,319	48,424	32,531	65,062	16,638
Land Rentals	558,299	576,631	272,132	544,264	(32,367)
Other Rentals	0	1,000	0	0	(1,000)
Municipal Utilities	99,022	104,034	54,157	108,314	4,280
Golf Course	74,142	75,996	37,375	74,750	(1,246)
General Fund Rental	55,654	57,046	28,525	57,050	4
Fuel Flowage Fees	14,178	48,424	10,505	21,010	(27,414)
Interest Earned	1,638	275	1,671	3,343	3,068
TXDOT Grant	12,899	50,000	17,273	27,273	(22,727)
Due to Other Funds	(608,188) (1)	0	0	0	0
Other Revenue	318,020	300,000	300,008	300,008	8
Total Revenues	\$636,806	\$1,326,771	\$786,807	\$1,266,333	(\$60,438)
Expenditures					
Airport Operations	\$635,680	\$643,757	\$305,345	\$639,849	\$3,908
Capital Improvements	119,489	300,000	25,495	254,469	45,531
Non-Departmental	255,791	263,854	135,177	263,854	0
Total Expenditures	\$1,010,960	\$1,207,611	\$466,017	\$1,158,172	\$49,439
Revenues Over/(Under) Expenditures	(\$374,154)	\$119,160	\$320,790	\$108,160	(\$11,000)
Ending Fund Balance	\$280,546	\$849,861	\$601,336	\$388,706 (1)	(\$461,155)

NOTES:

(1) FEMA related insurance adjustment reduces Airport Fund Balance to unplanned, lower than expected level.

INTERNAL SERVICE FUNDS
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate
Beginning Fund Balance				
Central Service Fund	\$1,700,409	\$2,058,139	\$1,797,749	\$1,797,749
Municipal Garage Fund	1,798,929	2,502,232	1,540,248	1,540,248
Casualty and Liability Fund	1,308,479	1,736,330	1,756,881	1,756,881
Workers' Compensation Fund	360,456	518,027	589,842	589,842
Health and Life Insurance Fund	1,247,214	2,014,091	918,695	918,695
Capital Projects Fund	5,745	(2,410)	5,745	5,745
Total	\$6,421,232	\$8,826,409	\$6,609,160	\$6,609,160
Revenues				
Central Service Fund	\$2,567,707	\$2,701,026	\$1,250,415	\$2,675,669
Municipal Garage Fund	4,809,214	5,439,121	2,091,383	4,532,766
Casualty and Liability Fund	2,140,661	2,176,971	1,073,572	2,181,327
Workers' Compensation Fund	717,776	704,900	365,772	731,543
Health and Life Insurance Fund	5,800,572	5,916,000	2,823,728	5,647,456
Capital Projects Fund	89,159	483,960	1,499	128,201
Total	\$16,125,089	\$17,421,978	\$7,606,368	\$15,896,962
Expenditures				
Central Service Fund	\$2,470,367	\$2,700,026	\$1,057,997	\$2,633,961
Municipal Garage Fund	5,067,895	6,439,121	2,981,214	5,440,065
Casualty and Liability Fund	1,692,259	2,176,971	794,896	2,013,620
Workers' Compensation Fund	488,390	704,900	111,675	423,411
Health and Life Insurance Fund	6,129,091	5,885,000	2,887,211	5,607,071
Capital Projects Fund	89,159	483,960	29,837	126,701
Total	\$15,937,161	\$18,389,978	\$7,862,830	\$16,244,829
Appropriation of Fund Balance				
Central Service Fund	\$0	\$0	\$0	\$0
Municipal Garage Fund	0	1,000,000	889,832	1,721,115
Casualty and Liability Fund	0	0	0	0
Workers' Compensation Fund	0	0	0	0
Health and Life Insurance Fund	0	0	63,483	0
Capital Projects Fund	0	0	0	0
Total	\$0	\$1,000,000	\$953,315	\$1,721,115
Ending Fund Balances				
Central Service Fund	\$1,797,749	\$2,059,139	\$1,990,167	\$1,839,458
Municipal Garage Fund	1,540,248	1,502,232	650,416	632,948
Casualty and Liability Fund	1,756,881	1,736,330	2,035,557	1,924,589
Workers' Compensation Fund	589,842	518,027	843,938	897,974
Health and Life Insurance Fund	918,695	2,045,091	855,212	959,080
Capital Projects Fund	5,745	(2,410)	(22,593)	7,244
Total	\$6,609,160	\$7,858,409	\$6,352,698	\$6,261,293

NOTE:

- (1) Restated amounts below are due to insurance accounting adjustments related to FEMA funded projects. This was identified and recorded as part of the FY2014 CAFR published March, 2015.

	Projected FY2014 Ending Fund Balance	Restated FY2014 Ending Fund Balance	Adjustment
Municipal Garage Fund	\$1,724,743	\$1,540,248	(\$184,495)
Total	\$1,724,743	\$1,540,248	(\$184,495)

CENTRAL SERVICE FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	1,700,409	\$2,058,139	\$1,797,749	\$1,797,749	(\$260,390)
Revenues					
Sales to Departments					
Data Processing	\$1,420,163	\$1,443,993	\$711,113	\$1,422,226	(\$21,767)
Central Mail Charges	69,625	139,652	25,349	139,133	(519)
Print Shop Charges	73,923	138,658	23,820	134,044	(4,614)
Public Building Maintenance	1,003,055	977,723	488,861	977,723	(0)
Other Revenue	941	1,000	1,272	2,543	1,543
Total Revenues	\$2,567,707	\$2,701,026	\$1,250,415	\$2,675,669	(\$25,357)
Expenditures					
Mail	\$101,685	\$139,652	\$26,332	\$139,133	\$519
Information Technology	1,253,837	1,443,993	600,086 (1)	1,407,133	36,860
Public Building Maintenance	1,000,804	977,723	375,618	953,650	24,073
Print Shop	114,041	138,658	55,961	134,044	4,614
Total Expenditures	\$2,470,367	\$2,700,026	\$1,057,997	\$2,633,961	\$66,065
Revenues Over/(Under) Expenditures	\$97,340	\$1,000	\$192,418	\$41,709	\$40,709
Estimated Ending Fund Balance	\$1,797,749	\$2,059,139	\$1,990,167	\$1,839,458	(\$219,681)

NOTES:

(1) Information Technology spending projected to be under Budget because of salary lapses through end of year.

CENTRAL GARAGE FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$1,798,929	\$2,502,232	\$1,540,248	\$1,540,248	(\$961,984)
Revenues					
Motor Vehicle Charges	\$4,209,245	\$4,561,648	\$1,893,590	\$3,887,180	(\$674,468)
Outside Agency Revenue	712,166	838,164	177,374	604,749	(233,415)
Other Revenues	69,155	38,000	17,852	35,705	(2,295)
Sale of Equipment	0	1,000	0	0	(1,000)
Due to Other Funds	(184,495)	0	0	0	0
Interest Earned	3,143	309	2,566	5,132	4,823
Total Revenues	\$4,809,214	\$5,439,121	\$2,091,383	\$4,532,766	(\$906,355)
Expenditures					
Administration	\$221,082	\$234,006	\$96,180	\$211,336	\$22,670
Operations	4,429,586	5,787,888	2,676,421 (1)	4,811,502	976,386
Insurance	417,227	417,227	208,614	417,227	0
Total Expenditures	\$5,067,895	\$6,439,121	\$2,981,214	\$5,440,065	\$999,056
Revenues Over/(Under) Expenditures	(\$258,681)	(\$1,000,000)	(\$889,832)	(\$907,300)	\$92,700
Estimated Ending Fund Balance	\$1,540,248	\$1,502,232	\$650,416	\$632,948	(\$869,284)

NOTES:

(1) Operations expenditures projected to be under Budget because low fuel prices are projected to continue through rest of the year.

CASUALTY AND LIABILITY INSURANCE
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$1,308,479	\$1,736,330	\$1,756,881	\$1,756,881	\$20,551
Revenues					
Charges for Services					
Waterworks Fund	\$205,987	\$207,625	\$102,993	\$207,625	\$0
Sewer System Fund	234,520	232,666	117,260	232,666	0
Drainage Utility Fund	49,952	51,288	24,976	51,288	0
Sanitation Fund	85,368	83,519	42,684	83,519	0
Capital Projects Fund	10,208	10,134	5,104	10,134	0
Central Services	33,857	33,889	16,928	33,889	0
Central Garage	417,227	462,227	208,614	462,227	0
Airport Fund	203,704	203,812	101,852	203,812	0
Federal/state grants	124,697	123,293	65,466	123,293	0
General Fund	771,032	768,518	385,516	768,518	0
Other Revenues	4,109	0	2,178	4,356	4,356
Total Revenues	\$2,140,661	\$2,176,971	\$1,073,572	\$2,181,327	\$4,356
Expenditures					
Administration	\$167,002	\$181,071	\$77,210	\$169,619	\$11,452
Insurance Policies	1,259,159	1,503,900	605,301	1,375,770	128,130
Other Expenses	266,098	492,000	112,384	468,231	23,769
Total Expenditures	\$1,692,259	\$2,176,971	\$794,896	\$2,013,620	\$163,351
Revenues Over/(Under) Expenditures	\$448,402	\$0	\$278,676	\$167,708	\$167,708
Ending Fund Balance	\$1,756,881	\$1,736,330	\$2,035,557	\$1,924,589	\$188,259

WORKERS' COMPENSATION FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$360,456	\$518,027	\$589,842	\$589,842	\$71,815
Revenues					
Charges for Services	\$715,186	\$704,900	\$363,086	\$726,173	\$21,273
Interest Earned	2,590	0	2,685	5,370	5,370
Total Revenues	\$717,776	\$704,900	\$365,772	\$731,543	\$26,643
Expenditures					
Insurance Policies	\$488,390	\$704,900	\$111,675	\$423,411	\$281,489
Total Expenditures	\$488,390	\$704,900	\$111,675	\$423,411	\$281,489
Revenues Over/(Under) Expenditures	\$229,386	\$0	\$254,096	\$308,132	\$308,132
Ending Fund Balance	\$589,842	\$518,027	\$843,938	\$897,974	\$379,947

HEALTH AND LIFE FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

	Prior Year	Current Fiscal Year			
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$1,247,214	\$2,014,091	\$918,695	(1) \$918,695	(\$1,095,396)
Revenues					
Medical insurance - retiree & cobra	\$285,137	\$240,000	\$121,965	\$243,931	\$3,931
Medical insurance - contributions-city	4,323,883	4,553,000	2,039,951	4,079,902	(473,098)
Medical insurance - contributions-E'ees	1,074,919	1,000,000	605,605	1,211,210	211,210
Premiums - life insurance	107,490	122,000	47,718	95,437	(26,563)
Interest Earned	9,143	1,000	8,488	16,976	15,976
Total Revenues	\$5,800,572	\$5,916,000	\$2,823,728	\$5,647,456	(\$268,544)
Expenditures					
Insurance Policies	\$5,467,540	\$5,185,000	\$2,453,535	\$4,907,071	\$277,929
Health Clinic Operating Expenses	661,551	700,000	433,676	700,000	0
Total Expenditures	\$6,129,091	\$5,885,000	\$2,887,211	\$5,607,071	\$277,929
Revenues Over/(Under) Expenditures	(\$328,519)	\$31,000	(\$63,483)	\$40,385	\$9,385
Ending Fund Balance	\$918,695	\$2,045,091	\$855,212	(1) \$959,080	(\$1,086,011)

(1) Beginning fund balance is \$718,000 less than estimated in the Budget however the ending fund balance is comparable to the ending balances of FY2013 and FY2014.

CAPITAL PROJECTS FUND
Summary Schedule of Revenues and Expenditures
Fiscal Year 2015 - March Report

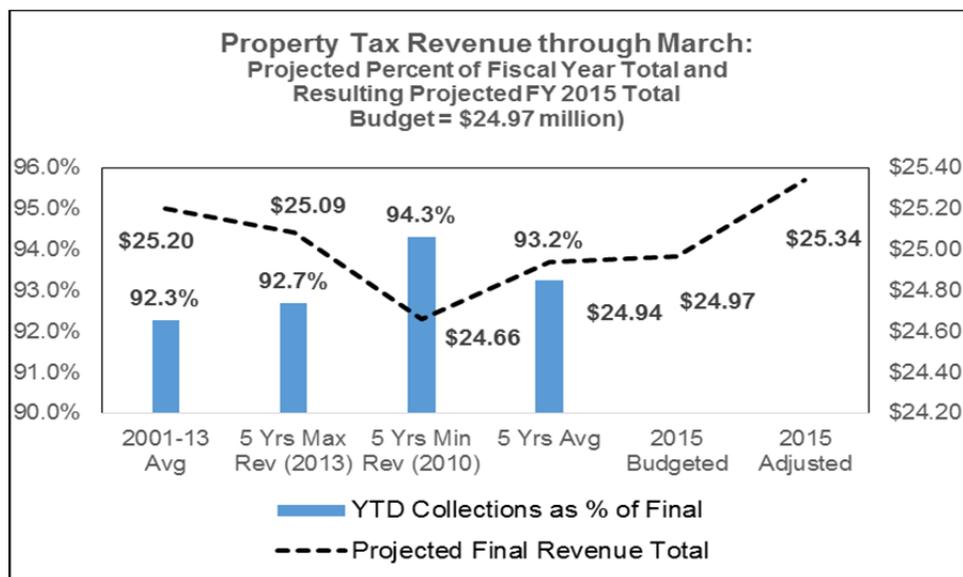
	Prior Year		Current Fiscal Year		
	FY2014 Actual	FY2015 Amended Budget	FY2015 YTD Actual through 03/31/2015	FY2015 Budget Estimate	FY2015 Estimate Favorable/ (Unfavorable) vs. Budget
Beginning Fund Balance	\$5,745	(\$2,410)	\$5,745	\$5,745	\$8,155
Revenues					
Operating Transfers In	\$89,159	\$483,960	\$1,499	\$128,201	(\$355,759)
Total Revenues	\$89,159	\$483,960	\$1,499	\$128,201	(\$355,759)
Expenditures					
Construction Management	\$89,159	\$483,960	\$29,837	\$126,701	\$357,259
Total Expenditures	\$89,159	\$483,960	\$29,837	\$126,701	\$357,259
Revenues Over/(Under) Expenditures	\$0	\$0	(\$28,338)	\$1,499	\$1,499
Ending Fund Balance	\$5,745	(\$2,410)	(\$22,593)	\$7,244	\$9,654

CITY OF GALVESTON POSITION TOTALS BY DEPARTMENT
As of December 31, 2014
Fiscal Year 2015 - March Report

	Budgeted Positions	Vacant Positions	Filled Positions
GENERAL FUND			
City Secretary	3.00	0.00	3.00
Municipal Court	8.00	0.00	8.00
City Manager	4.50	0.00	4.50
City Auditor	2.00	0.00	2.00
Finance	18.00	0.00	18.00
Legal	6.00	(1.00)	5.00
Human resources	3.30	(1.00)	2.30
Police (including Seawall Parking)	184.00	(17.00)	167.00
Fire	115.00	(2.00)	113.00
Emergency Management	2.00	0.00	2.00
Streets & Traffic	41.75	(9.00)	32.75
Parks and Recreation	34.00	0.00	34.00
Planning & Community Development	23.05	(1.00)	22.05
Total General Fund	444.60	(31.00)	413.60
ENTERPRISE FUNDS			
Waterworks Fund	40.625	(4.50)	36.125
Sewer System Fund	84.625	(10.50)	74.125
Drainage Utility	35.200	(9.00)	26.200
Sanitation Fund	48.300	(4.00)	44.300
Municipal Airport	8.00	0.00	8.00
Total Enterprise Funds	216.750	(28.00)	188.740
INTERNAL SERVICE FUNDS			
Central Service Fund	15.00	(1.00)	14.00
Central Garage Fund	22.00	0.00	22.00
Municipal Insurance Fund	1.70	0.00	1.70
Construction Management	5.00	(1.00)	4.00
Total Internal Service Funds	43.70	(2.00)	41.70
SPECIAL REVENUE FUNDS			
Island Transit	57.00	(5.00)	52.00
Neighborhood Revitalization	1.00	(1.00)	0.00
Downtown Parking	2.00	0.00	2.00
Total Special Revenue Funds	58.00	(6.00)	52.00
RECURRING GRANT POSITIONS			
CDBG - Parks and Recreation	1.00	0.00	1.00
CDBG - Code Enforcement	3.95	(1.00)	2.95
CDBG - Program Management	5.00	0.00	5.00
CDBG - Housing Rehab Administration	1.00	0.00	1.00
Industrial Development Corporation - Project Management	1.00	0.00	1.00
Total Recurring Grant Positions	11.95	(1.00)	10.95
NON-RECURRING GRANT POSITIONS			
CDBG-R Disaster Recovery Program Management	1.00	0.00	1.00
Total Non-Recurring Grant Positions	1.00	0.00	1.00
Total of all FTE'S	776.00	(68.00)	708.00

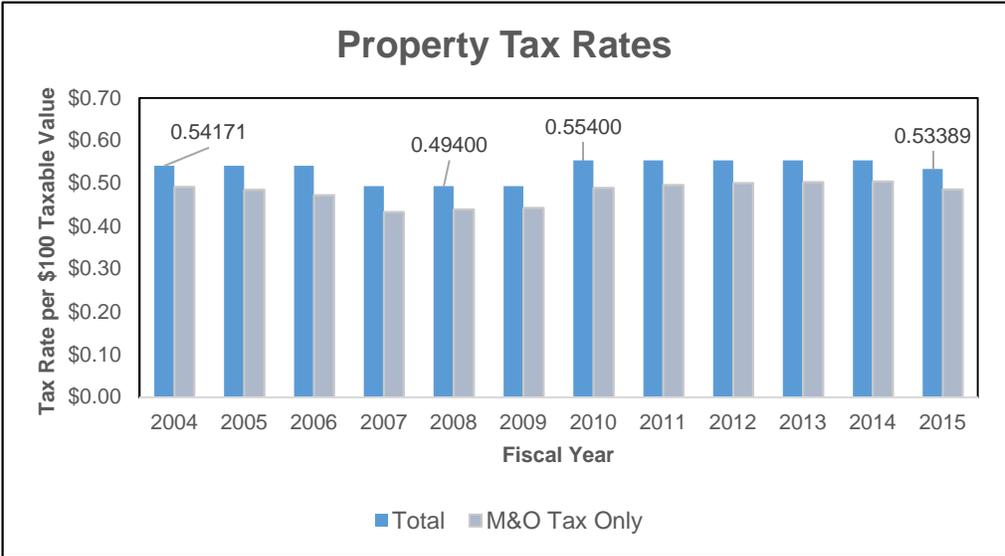
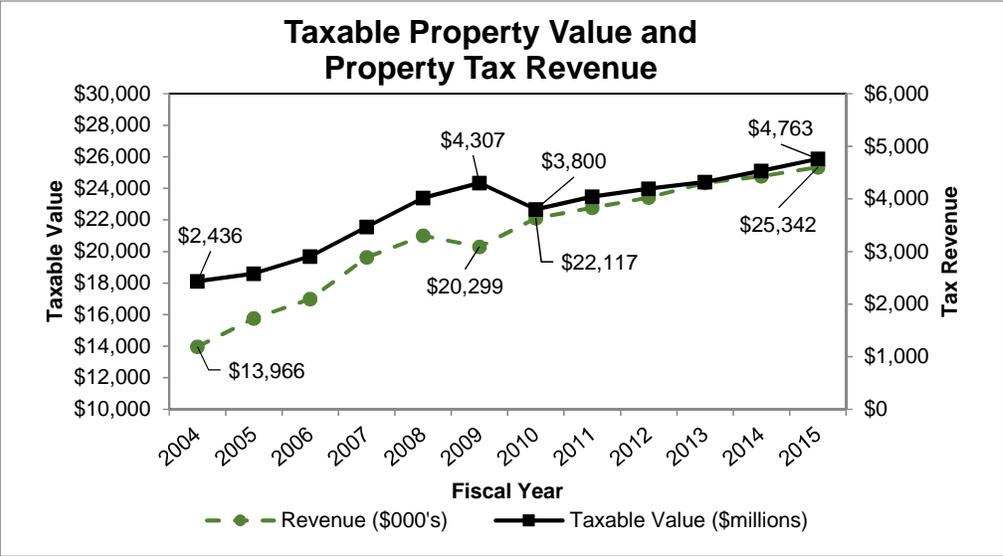
Property Tax Revenue March 2015 Status Report

- Collections through March 2015 totaled \$23,254,524 the highest ever March total.
- Exceeded March 2014 fiscal year-to-date total by \$302,668 or 1.3%.
- On a down note: February and March collections together were \$448,244 less than the same two months last year due to some unusual refund activity that is supposed to correct itself over the next few months. Recent information from the Galveston County Tax Assessor-Collector indicates this is likely due to large refunds to industrial and commercial taxpayers.
- Also on a down note: Delinquent collections are running behind budget and look to be \$100,000 less than planned.
- A substantial portion of the tax roll (approximately \$1.9 million) is being paid by taxpayers on the half payment plan (Dec 1 and July 1) and on quarterly payments (February 1, April 1, June 1, and August 1). As of March 31, \$773,000 in outstanding balances existed in accounts to be paid before July 1 by 1,716 taxpayers on the half payment plan, and \$175,000 existed in outstanding balances to be paid before August 1 by 748 taxpayers on the quarterly payment plan.
- **There are many moving parts in the FY 2015 to date collection totals, so we need to stick to basics. The current levy should bring in more revenue than was budgeted in spite of the delinquent revenue projection. Best estimate at this point is current levy \$25.34 million) less \$100,000 for delinquent underrun or \$25.24 million.**
- Budgeted amount of \$24.97 million, (including delinquent taxes, penalty and interest) based on taxable value of \$4.195 billion and tax rate of \$0.53389 per \$100 taxable value
- Current roll includes taxable value of \$4.367 billion, anticipated to add \$373,000 to collected taxes over budget
- Projected total taxes \$25.34 million just based on taxable value adjustment
- Based strictly on collections through March, possible final totals for taxes range from \$24.66 million (if TY2014/FY2015 ends up tailing off as did TY2010/FY2011) to \$25.2 million if TY2014/FY2015 ends up strong like the typical year for the 2001-2013 period



**CITY OF GALVESTON PROPERTY TAX COLLECTIONS
MONTHLY AND YEAR TO DATE TOTALS FY 2001-2015**

MONTHLY PROPERTY TAX COLLECTION TOTALS												
Fiscal Year	October	November	December	January	February	March	April	May	June	July	August	September
2001	760,917.40	1,188,694.72	2,048,183.38	4,637,609.40	1,361,242.60	173,401.36	144,967.83	236,894.74	687,807.60	256,347.89	84,247.85	55,226.84
2002	515,156.20	913,936.96	2,483,196.19	4,891,305.67	1,681,451.42	206,116.80	151,216.94	160,663.02	682,346.92	353,032.92	89,384.76	57,081.19
2003	535,164.70	715,853.77	2,221,422.64	4,887,634.08	3,423,337.38	300,748.07	206,634.57	190,667.72	220,288.62	138,324.46	73,532.68	30,369.76
2004	301,365.62	993,503.39	3,106,987.04	4,372,063.30	3,053,200.70	1,113,317.39	236,051.22	199,159.21	201,800.50	229,925.95	103,318.72	55,105.08
2005	245,544.87	1,080,485.56	2,688,573.15	5,216,113.52	4,067,488.62	1,297,822.46	233,250.76	233,670.62	244,873.95	274,083.80	114,027.87	59,776.35
2006	70,999.38	870,681.02	2,445,777.13	8,899,347.24	3,047,709.78	435,051.41	268,576.79	238,701.63	288,274.61	225,238.40	108,038.39	81,032.13
2007	51,328.89	850,074.25	3,847,153.70	10,317,574.57	2,928,503.93	416,095.45	310,764.55	251,009.82	298,617.90	239,253.95	75,559.13	48,949.84
2008	277,165.84	573,241.60	4,418,749.50	9,964,564.48	2,895,972.54	1,005,756.69	477,635.13	372,480.06	413,900.93	343,663.68	180,439.72	79,891.21
2009	77,635.09	1,984,133.04	5,986,081.31	7,080,714.91	3,410,454.92	552,490.52	259,796.56	326,319.54	286,600.61	162,928.99	120,878.08	50,982.51
2010	77,371.10	1,660,487.62	7,249,040.57	7,752,377.55	3,589,085.32	528,923.43	304,131.80	271,306.43	317,571.72	203,235.12	102,091.39	61,411.50
2011	83,065.08	2,286,918.29	5,697,299.47	8,706,294.90	3,783,659.68	663,048.87	336,670.93	276,003.16	400,176.98	333,540.53	140,920.88	65,060.37
2012	550,841.11	2,573,317.79	6,072,354.08	8,542,125.08	3,481,278.11	547,994.15	324,819.64	331,604.45	437,946.18	377,589.01	115,165.99	65,230.56
2013	44,089.88	2,689,005.21	7,488,510.22	6,632,814.41	5,061,401.81	753,602.26	234,828.46	255,071.86	613,614.13	425,239.54	75,060.34	71,085.92
2014	130,197.77	2,724,651.99	7,529,228.94	6,674,367.07	5,104,178.56	789,231.69	257,952.69	285,232.21	632,415.23	456,242.60	95,114.91	90,354.58
2015	169,888.49	2,683,715.51	8,274,453.01	6,681,300.75	4,815,928.25	629,237.63						
YEAR TO DATE PROPERTY TAX COLLECTION TOTALS												
	October	November	December	January	February	March	April	May	June	July	August	September
2001	760,917.40	1,949,612.12	3,997,795.50	8,635,404.90	9,996,647.50	10,170,048.86	10,315,016.69	10,551,911.43	11,239,719.03	11,496,066.92	11,580,314.77	11,635,541.61
2002	515,156.20	1,429,093.16	3,912,289.35	8,803,595.02	10,485,046.44	10,691,163.24	10,842,380.18	11,003,043.20	11,685,390.12	12,038,423.04	12,127,807.80	12,184,888.99
2003	535,164.70	1,251,018.47	3,472,441.11	8,360,075.19	11,783,412.57	12,084,160.64	12,290,795.21	12,481,462.93	12,701,751.55	12,840,076.01	12,913,608.69	12,943,978.45
2004	301,365.62	1,294,869.01	4,401,856.05	8,773,919.35	11,827,120.05	12,940,437.44	13,176,488.66	13,375,647.87	13,577,448.37	13,807,374.32	13,910,693.04	13,965,798.12
2005	245,544.87	1,326,030.43	4,014,603.57	9,230,717.09	13,298,205.71	14,596,028.17	14,829,278.93	15,062,949.55	15,307,823.50	15,581,907.30	15,695,935.17	15,755,711.52
2006	70,999.38	941,680.40	3,387,457.53	12,286,804.77	15,334,514.55	15,769,565.96	16,038,142.75	16,276,844.38	16,565,118.99	16,790,357.39	16,898,395.78	16,979,427.91
2007	51,328.89	901,403.14	4,748,556.84	15,066,131.41	17,994,635.34	18,410,730.79	18,721,495.34	18,972,505.16	19,271,123.06	19,510,377.01	19,585,936.14	19,634,885.98
2008	277,165.84	850,407.44	5,269,156.94	15,233,721.42	18,129,693.96	19,135,450.65	19,613,085.78	19,985,565.84	20,399,466.77	20,743,130.45	20,923,570.17	21,003,461.38
2009	77,635.09	2,061,768.13	8,047,849.44	15,128,564.35	18,539,019.27	19,091,509.79	19,351,306.35	19,677,625.89	19,964,226.50	20,127,155.49	20,248,033.57	20,299,016.08
2010	77,371.10	1,737,858.72	8,986,899.29	16,739,276.84	20,328,362.16	20,857,285.59	21,161,417.39	21,432,723.82	21,750,295.54	21,953,530.66	22,055,622.05	22,117,033.55
2011	83,065.08	2,369,983.37	8,067,282.84	16,773,577.74	20,557,237.42	21,220,286.29	21,556,957.22	21,832,960.38	22,233,137.36	22,566,677.89	22,707,598.77	22,772,659.14
2012	550,841.11	3,124,158.90	9,196,512.98	17,738,638.06	21,219,916.17	21,767,910.32	22,092,729.96	22,424,334.41	22,862,280.59	23,239,869.60	23,355,035.59	23,420,266.15
2013	44,089.88	2,733,095.09	10,221,605.31	16,854,419.72	21,915,821.53	22,669,423.79	22,904,252.25	23,159,324.11	23,772,938.24	24,198,177.78	24,273,238.12	24,344,324.04
2014	130,197.77	2,854,849.76	10,384,078.70	17,058,445.77	22,162,624.33	22,951,856.02	23,209,808.71	23,495,040.92	24,127,456.15	24,583,698.75	24,678,813.66	24,769,168.24
2015	169,888.49	2,853,604.00	11,128,057.01	17,809,357.76	22,625,286.01	23,254,523.64						
YTD PROPERTY TAX COLLECTION TOTALS AS PERCENT OF YEAREND TOTAL												
	October	November	December	January	February	March	April	May	June	July	August	September
2001	6.5%	16.8%	34.4%	74.2%	85.9%	87.4%	88.7%	90.7%	96.6%	98.8%	99.5%	100.0%
2002	4.2%	11.7%	32.1%	72.3%	86.0%	87.7%	89.0%	90.3%	95.9%	98.8%	99.5%	100.0%
2003	4.1%	9.7%	26.8%	64.6%	91.0%	93.4%	95.0%	96.4%	98.1%	99.2%	99.8%	100.0%
2004	2.2%	9.3%	31.5%	62.8%	84.7%	92.7%	94.3%	95.8%	97.2%	98.9%	99.6%	100.0%
2005	1.6%	8.4%	25.5%	58.6%	84.4%	92.6%	94.1%	95.6%	97.2%	98.9%	99.6%	100.0%
2006	0.4%	5.5%	20.0%	72.4%	90.3%	92.9%	94.5%	95.9%	97.6%	98.9%	99.5%	100.0%
2007	0.3%	4.6%	24.2%	76.7%	91.6%	93.8%	95.3%	96.6%	98.1%	99.4%	99.8%	100.0%
2008	1.3%	4.0%	25.1%	72.5%	86.3%	91.1%	93.4%	95.2%	97.1%	98.8%	99.6%	100.0%
2009	0.4%	10.2%	39.6%	74.5%	91.3%	94.1%	95.3%	96.9%	98.4%	99.2%	99.7%	100.0%
2010	0.3%	7.9%	40.6%	75.7%	91.9%	94.3%	95.7%	96.9%	98.3%	99.3%	99.7%	100.0%
2011	0.4%	10.4%	35.4%	73.7%	90.3%	93.2%	94.7%	95.9%	97.6%	99.1%	99.7%	100.0%
2012	2.4%	13.3%	39.3%	75.7%	90.6%	92.9%	94.3%	95.7%	97.6%	99.2%	99.7%	100.0%
2013	0.2%	11.2%	42.0%	69.2%	90.0%	93.1%	94.1%	95.1%	97.7%	99.4%	99.7%	100.0%
2014	0.5%	11.5%	41.9%	68.9%	89.5%	92.7%	93.7%	94.9%	97.4%	99.3%	99.6%	100.0%
2001-13 Avg	1.8%	9.6%	32.7%	70.8%	88.8%	92.3%	93.7%	95.1%	97.5%	99.1%	99.6%	100.0%
5 Yrs Max Rev (2013)	0.2%	7.9%	35.4%	68.9%	89.5%	92.7%	93.7%	94.9%	97.4%	99.1%	99.6%	100.0%
5 Yrs Min Rev (2010)	2.4%	13.3%	42.0%	75.7%	91.9%	94.3%	95.7%	96.9%	98.3%	99.4%	99.7%	100.0%
5 Yrs Avg	0.8%	10.9%	39.8%	72.6%	90.5%	93.2%	94.5%	95.7%	97.7%	99.3%	99.7%	100.0%
2015 Projected												
	October	November	December	January	February	March	April	May	June	July	August	September
2001-13 Avg	\$9,590,000	\$29,703,000	\$33,986,000	\$25,139,000	\$25,467,000	\$25,200,000						
5 Yrs Max Rev (2013)	\$84,944,000	\$36,122,000	\$31,435,000	\$25,848,000	\$25,280,000	\$25,086,000						
5 Yrs Min Rev (2010)	\$7,079,000	\$21,456,000	\$26,495,000	\$23,526,000	\$24,619,000	\$24,660,000						
5 Yrs Avg	\$22,354,000	\$26,276,000	\$27,932,000	\$24,517,000	\$25,011,000	\$24,941,000						
2015 Budgeted												
	\$24,968,535	\$24,968,535	\$24,968,535	\$24,968,535	\$24,968,535	\$24,968,535						



CITY OF GALVESTON SALES TAX MODEL MAY 2015

FY 2015 Sales Tax Estimate Overview

The FY 2015 sales tax estimate projected using six months of collections (December through May) is \$14,800,000. This projection, derived using the updated sales tax model, is less than the five year trend (\$15.07 million) and more than the thirteen year trend (\$14.7 million) for tourist season collections. This upwardly adjusted sales tax estimate is \$182,000 more than the \$14,608,000 budget for the fiscal year. As the summer tourist season commences, it is still appropriate to exercise cautious optimism and remain prudent in considering the potential impact of oil prices on Galveston and the region.

The sales tax model incorporates newly adjusted employment data provided by Dr. Ron Welch and Dr. Barton Smith formerly of the University of Houston. They utilized metro area employment numbers updated by the Texas Workforce Commission all the way back to 1990 including a downward adjustment in total jobs of 14,000 for 2014.

FY 2015 Sales Tax Estimate

Two methods are used for estimating sales tax:

1. Trend analysis that is based on a thirteen year trend that considers whether sales tax revenue performs more or less strongly throughout the fiscal year.
2. Modeled revenue that considers trends in economic variables that are demonstrated to have a historical impact on sales tax revenue.

Trend Analysis – Sales tax revenue in the first six months of FY 2015 (December, January, February, March, April and May cash collections) are approximately 7.5% ahead of last year. Using the simplest form of trend analysis, year over year trend extrapolated through the end of the fiscal year, FY 2015 revenue would be projected to total \$15.4 million. However, most of the sales tax for the fiscal year will be collected during the warm summer tourist months so using the year-to-date trend is an inadequate way to project forward.

Two historical periods are used to provide trends that are used to project sales tax for the final six months of the fiscal year. Using the thirteen fiscal year trend (FY2003-FY2015 with FY2008 and 2009 excluded as outliers) that considers what an average fiscal year would produce, \$14,732,000 is the FY 2015 revenue number produced. This is based on using the fiscal year to date total of \$8.87 million and assuming it will constitute 45.16% of the final total for the fiscal year as have the previous thirteen fiscal years on average.

Using the average revenue collections pattern for the most recent five fiscal years (FY2010-FY2014), \$15,067,000 is the FY 2015 revenue number produced. This is based on using the year to date total of \$8.87 million and assuming it will constitute 44.16% of the final total for the year as have the previous five fiscal years on average.

It is important to note, however, that this approach also offers two additional trends: the worst year of the last thirteen, FY 2004, saw the economy take a downturn after the first of the calendar year. The pattern of collections from FY 2004, if replicated in FY 2015 would produce a total of \$14.2 million, \$0.4 million under budget. Conversely, the best in-year growth pattern occurred in FY 2012, as a combined effect of the energy boom and the opening of the Pleasure Pier. However unlikely it might be, the same pattern extrapolated to the current year would produce \$15.7 million, \$1.1 million over budget.

Modeled Results – The Galveston Sales Tax model described on the next page depends to a large extent on regional employment and national economic growth. The plummeting value of oil has begun to affect employment in a negative way, and Houston area economists are still reacting to the rapid change in price, and adjusting their employment growth numbers accordingly. Dr. Bill Gilmer of the University of Houston and Patrick Jankowski of the Greater Houston Partnership have projected employment growth in calendar year 2015 around 2.3% or 50,000 to 60,000 jobs. If this growth scenario were to hold up, and national economic growth continued at the 3% pace projected for 2015 by the Congressional Budget Office and Office of Management and Budget, sales tax revenue could be expected to land in the \$14.8 million range. This estimate includes actual revenue for the first six months of FY 2015 and modeled results for the last six months of FY 2015.

Recommended Estimate – We have three estimates that should be used to decide this month’s projection:

1. \$14.7 million based on the thirteen fiscal year trend;
2. \$14.8 million based on the sales tax model; and
3. \$15.1 million based on the five fiscal year trend.

The Finance Department’s estimate of sales tax receipts for FY 2015 is \$14.8 million. This is \$182,000 over Budget, and an amount 3.5% greater than the actual for FY 2014.

CITY OF GALVESTON MONTHLY SALES TAX HISTORY

(NOTE: DATA IS RETAINED SINCE 1990 ALTHOUGH ONLY THREE YEARS SHOWN HERE)

MONTH	2013 (Full 2% Receipts)	2014 (Full 2% Receipts)	2015	Pct Over Same Mo Last FY										
DEC	1,259,799.43	1,291,651.32	1,394,471.33	7.96%										
JAN	1,140,069.77	1,206,491.83	1,271,065.03	5.35%										
FEB	1,503,560.37	1,580,661.09	1,727,234.37	9.27%										
MAR	1,248,434.02	1,196,353.19	1,267,941.59	5.98%										
APR	1,183,430.49	1,306,266.44	1,326,316.48	1.53%										
MAY	1,702,991.96	1,673,131.09	1,883,450.03	12.57%										
JUN	1,341,757.16	1,543,703.81												
JUL	1,464,185.50	1,571,501.29												
AUG	1,901,816.89	2,017,138.85												
SEP	1,867,947.38	2,131,203.89												
OCT	1,702,391.19	1,908,135.36												
NOV	1,583,462.97	1,642,812.02												
	17,899,847.13	19,069,050.18	8,870,478.83		FY14 ACTUAL	14,301,788								
					FY14 ESTIMATE	13,912,000								
					BUDGET	14,608,000								
	3.2%	6.5%			GENERAL FUND PROJECTIONS (1.5%)				FULL 2% PROJECTIONS					
YTD Totals					LOW	AVERAGE	HIGH	AVG FY10-14	LOW	AVERAGE	HIGH			
DEC	1,259,799.43	1,291,651.32	1,394,471.33	7.96%	14,814,000	15,210,000	16,291,000	15,344,000	19,752,000	20,280,000	21,721,000			
JAN	2,399,869.20	2,498,143.15	2,665,536.36	6.70%	14,179,000	15,127,000	18,241,000	15,531,000	18,905,000	20,169,000	24,321,000			
FEB	3,903,429.57	4,078,804.24	4,392,770.73	7.70%	14,104,000	14,818,000	16,048,000	15,192,000	18,805,000	19,757,000	21,397,000			
MAR	5,151,863.59	5,275,157.43	5,660,712.32	7.31%	13,816,000	14,657,000	15,620,000	15,037,000	18,421,000	19,542,000	20,827,000			
APR	6,335,294.08	6,581,423.87	6,987,028.80	6.16%	14,132,000	14,725,000	15,789,000	15,118,000	18,843,000	19,633,000	21,052,000			
MAY	8,038,286.04	8,254,554.96	8,870,478.83	7.46%	14,195,000	14,732,000	15,691,000	15,067,000	18,926,000	19,642,000	20,921,000			
JUN	9,380,043.20	9,798,258.77												
JUL	10,844,228.70	11,369,760.06												
AUG	12,746,045.59	13,386,898.91												
SEP	14,613,992.97	15,518,102.80												
OCT	16,316,384.16	17,426,238.16												
NOV	17,899,847.13	19,069,050.18												
	13,424,885.35	14,301,787.64												
Percent of Yearend Totals					Highest Percent YTD	Average Percent YTD	Lowest Percent YTD	Average Percent YTD FY10-14						
DEC	7.04%	6.77%			7.06%	6.88%	6.42%	6.82%						
JAN	13.41%	13.10%			14.10%	13.22%	10.96%	12.87%						
FEB	21.81%	21.39%			23.36%	22.23%	20.53%	21.69%						
MAR	28.78%	27.66%			30.73%	28.97%	27.18%	28.23%						
APR	35.39%	34.51%			37.08%	35.59%	33.19%	34.66%						
MAY	44.91%	43.29%			46.87%	45.16%	42.40%	44.16%						
JUN	52.40%	51.38%			54.33%	52.60%	49.93%	51.63%						
JUL	60.58%	59.62%			62.13%	60.74%	58.17%	59.73%						
AUG	71.21%	70.20%			72.96%	71.66%	69.80%	70.82%						
SEP	81.64%	81.38%			82.67%	81.50%	80.35%	81.21%						
OCT	91.15%	91.38%			91.38%	90.50%	89.87%	90.64%						
NOV	100.00%	100.00%			100.00%	100.00%	100.00%	100.00%						

Problem Statement

Sales tax revenue is the most volatile revenue source for the City of Galveston. It reflects economic and weather related extremes almost immediately resulting in sudden unexpected overruns or shortfalls that confound budgetary planning and management. The model has been developed to solve the practical problem of how to apply economic and seasonal trends to understand and interpret sales tax revenue fluctuations. This enables City forecasters to anticipate revenue trends based upon current sales tax revenue. Trend analysis is also used as a check against what might otherwise be a simple process.

Overview of Methodology

The City of Galveston sales tax model is used to develop a statistical relationship between sales tax revenue and economic and seasonal variables. The history of sales tax revenue is explained using revenue for the 1991-2015 period aggregated on a quarterly basis so as to account for the normal variations in sales taxes between totals received in the first two months of a quarter that only include monthly filers and the third month of a quarter when revenue from smaller quarterly tax filers are added to total revenue paid. The total revenue by quarter takes into the account the two month lag between actual sales and the receipt of taxes by the City of Galveston.

Variables used in the model are limited to those statistical series that exist for the 1991-2015 period that are available on a monthly or quarterly basis. This includes regional employment, energy prices and national economic data series available from governmental agencies. Galveston-centric data series, or dummy variables, have been developed to account for the effect of major storms, the summer tourist season, and the recent addition of the Pleasure Pier to the City's sales tax base. An Excel plugin, Analyse-It is used to assemble revenue, economic and seasonal data and perform successive statistical tests using multiple regression to identify the combination of variables that best explain the variance in Galveston's sales tax revenue.

City of Galveston Model Variables

The sales tax model uses the following variables adjusted as described.

- Houston Metro Area Employment – This is the total jobs for the area as reported by the Bureau of Labor Statistics and adjusted by Dr. Ron Welch for local municipalities. The model utilizes a two quarter moving average of this series.
- Houston Metro Area Base Employment – This is the total number of base jobs in the region, including primarily energy, medicine and space. This series is lagged four quarter to measure its greatest effect on revenue.
- U.S. Exports to Mexico – This is the value of exports as reported by the Federal Reserve Bank of St. Louis. The previous quarter's export values are used to explain sales tax revenues in the model.
- U.S. Real Gross Domestic Product – Also provided through the Federal Reserve Bank of St. Louis, this series is lagged three quarters and measured on a two month moving average to gauge the most effect on Galveston's revenue.
- Summer Season Adjustment Variable – Based on historical observation, this series applies weighted factors to the third (April to June) and fourth (July through September) fiscal quarters to explain the increased revenue during tourist season. Houston area inflation is used to adjust the series over time.
- Galveston Storm Variable – Based on historical observation, this series applies weighted factors to explain the effect of Hurricane Ike on sales tax revenues from immediately prior and following the storm.

- Pleasure Pier Adjustment – Based on historical observation, this series helps explain the large variation between revenue during tourist season and winter since 2012 when the Pier opened.

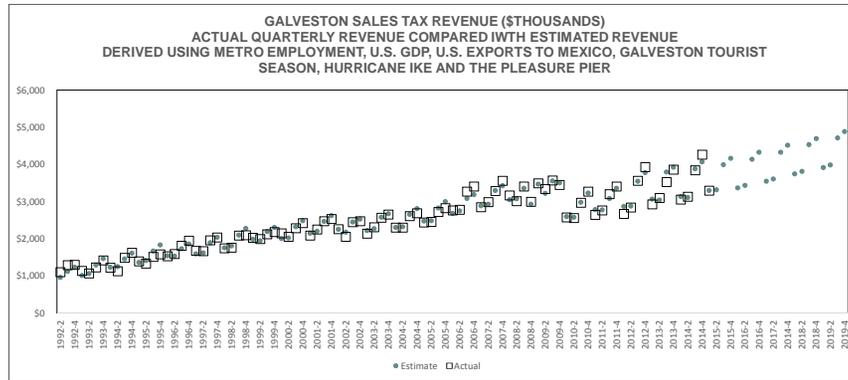
Sales Tax Econometric Forecast
Date: 5/7/2015

COEFFICIENTS			Employment 2 Qtr Mvg Avg		Exports to Mexico FAS + 1 Qtr		Summer Season Adjustment Var		Base Employment + 4 Qtrs		Galveston Storm Variable		Pleasure Pier Adjustment		U.S. Real GDP + 3 Qtrs 2 Qtr Moving Average		MODEL ESTIMATE (\$000's) = A+B+C+D+E+F+G +H	ACTUAL (\$000's)	ESTIMATE (OVER) UNDER ACTUAL	% Difference
COEFFICIENTS			3.084		-0.02075		1.625		-4.884		523.5		282.1		0.2242					
FY	Fiscal Year	CONSTANT = A	DATA	PRODUCT OF DATA AND COEFFICIENT = B	DATA	PRODUCT OF DATA AND COEFFICIENT = H	DATA	PRODUCT OF DATA AND COEFFICIENT = D	DATA	PRODUCT OF DATA AND COEFFICIENT = E	DATA	PRODUCT OF DATA AND COEFFICIENT = F	DATA	PRODUCT OF DATA AND COEFFICIENT = G	DATA	PRODUCT OF DATA AND COEFFICIENT = G				
1992	1992-2	(4,122)	1,780.3	5,490.4	\$9,188.9	(190.7)	0.00	0.0	453.40	(2,214.4)	0.0	0.0	0.00	0.00	\$8,900.00	1,995.4	\$958.7	\$1,106.6	\$147.9	13.4%
1992	1992-3	(4,122)	1,777.5	5,481.7	\$9,789.5	(203.1)	129.10	209.8	460.29	(2,248.1)	0.0	0.0	0.00	0.00	\$8,955.85	2,007.9	\$1,126.2	\$1,292.8	\$166.6	12.9%
1992	1992-4	(4,122)	1,785.6	5,506.8	\$10,391.3	(215.6)	181.90	295.6	459.58	(2,244.6)	0.0	0.0	0.00	0.00	\$8,996.85	2,017.1	\$1,237.3	\$1,300.2	\$62.9	4.8%
1993	1993-1	(4,122)	1,795.3	5,536.7	\$10,204.4	(211.7)	0.00	0.0	456.10	(2,227.6)	0.0	0.0	0.00	0.00	\$9,069.70	2,033.4	\$1,008.8	\$1,142.6	\$133.8	11.7%
1993	1993-2	(4,122)	1,797.4	5,543.0	\$10,207.1	(211.8)	0.00	0.0	450.77	(2,201.6)	0.0	0.0	0.00	0.00	\$9,173.25	2,056.6	\$1,064.2	\$1,070.7	\$6.5	0.6%
1993	1993-3	(4,122)	1,800.8	5,553.7	\$10,235.8	(212.4)	132.40	215.2	453.95	(2,217.1)	0.0	0.0	0.00	0.00	\$9,268.35	2,078.0	\$1,235.5	\$1,235.5	(\$59.9)	-4.8%
1993	1993-4	(4,122)	1,820.4	5,614.1	\$10,765.7	(223.4)	186.20	302.6	451.41	(2,204.7)	0.0	0.0	0.00	0.00	\$9,359.85	2,098.5	\$1,465.1	\$1,420.4	(\$44.7)	-3.1%
1994	1994-1	(4,122)	1,836.6	5,663.9	\$9,825.6	(203.9)	0.00	0.0	453.06	(2,212.8)	0.0	0.0	0.00	0.00	\$9,415.30	2,110.9	\$1,236.1	\$1,222.8	(\$13.3)	-1.1%
1994	1994-2	(4,122)	1,837.1	5,665.6	\$10,753.7	(223.1)	0.00	0.0	448.72	(2,191.5)	0.0	0.0	0.00	0.00	\$9,452.10	2,119.2	\$1,248.2	\$1,127.4	(\$120.8)	-10.7%
1994	1994-3	(4,122)	1,844.5	5,688.4	\$11,859.3	(246.1)	137.10	222.8	453.55	(2,215.1)	0.0	0.0	0.00	0.00	\$9,503.20	2,130.6	\$1,458.6	\$1,487.0	\$28.4	1.9%
1994	1994-4	(4,122)	1,866.2	5,755.2	\$12,620.1	(261.9)	194.90	316.7	455.46	(2,224.5)	0.0	0.0	0.00	0.00	\$9,589.90	2,150.1	\$1,613.6	\$1,626.9	\$13.3	0.8%
1995	1995-1	(4,122)	1,887.4	5,820.7	\$13,043.3	(270.6)	0.00	0.0	458.16	(2,237.7)	0.0	0.0	0.00	0.00	\$9,700.85	2,174.9	\$1,365.3	\$1,393.5	\$28.2	2.0%
1995	1995-2	(4,122)	1,898.4	5,854.7	\$13,320.8	(276.4)	0.00	0.0	458.92	(2,241.4)	0.0	0.0	0.00	0.00	\$9,814.80	2,200.5	\$1,415.4	\$1,335.3	(\$80.1)	-6.0%
1995	1995-3	(4,122)	1,905.7	5,877.0	\$11,594.2	(240.6)	139.00	225.9	470.02	(2,295.6)	0.0	0.0	0.00	0.00	\$9,910.55	2,221.9	\$1,666.6	\$1,514.5	(\$152.1)	-10.0%
1995	1995-4	(4,122)	1,925.1	5,936.9	\$10,867.7	(225.5)	196.10	318.7	473.90	(2,314.5)	0.0	0.0	0.00	0.00	\$9,996.10	2,241.1	\$1,834.7	\$1,585.5	(\$249.2)	-15.7%
1996	1996-1	(4,122)	1,943.5	5,993.8	\$11,715.2	(243.1)	0.00	0.0	480.48	(2,346.7)	0.0	0.0	0.00	0.00	\$10,069.70	2,257.6	\$1,539.6	\$1,529.7	(\$9.9)	-0.6%
1996	1996-2	(4,122)	1,946.4	6,002.5	\$12,115.0	(251.4)	0.00	0.0	483.71	(2,362.4)	0.0	0.0	0.00	0.00	\$10,104.50	2,265.4	\$1,532.1	\$1,595.5	\$63.4	4.0%
1996	1996-3	(4,122)	1,950.7	6,016.0	\$13,000.4	(268.8)	143.00	232.4	491.98	(2,402.8)	0.0	0.0	0.00	0.00	\$10,165.45	2,279.1	\$1,732.9	\$1,818.1	\$85.2	4.7%
1996	1996-4	(4,122)	1,969.3	6,073.3	\$13,659.5	(283.4)	199.90	324.8	497.52	(2,429.9)	0.0	0.0	0.00	0.00	\$10,245.00	2,296.9	\$1,859.7	\$1,957.3	\$97.6	5.0%
1997	1997-1	(4,122)	1,993.6	6,148.1	\$14,347.2	(297.7)	0.00	0.0	501.24	(2,448.0)	0.0	0.0	0.00	0.00	\$10,314.95	2,312.6	\$1,593.0	\$1,675.2	\$82.2	4.9%
1997	1997-2	(4,122)	2,009.3	6,196.5	\$15,784.5	(327.5)	0.00	0.0	504.92	(2,466.0)	0.0	0.0	0.00	0.00	\$10,439.05	2,340.4	\$1,621.4	\$1,670.1	\$48.7	2.9%
1997	1997-3	(4,122)	2,023.5	6,240.5	\$15,671.8	(325.2)	145.00	235.6	512.76	(2,504.3)	0.0	0.0	0.00	0.00	\$10,578.10	2,371.6	\$1,896.2	\$1,958.4	\$62.2	3.2%
1997	1997-4	(4,122)	2,052.1	6,328.5	\$17,053.3	(353.9)	203.60	330.9	519.48	(2,537.2)	0.0	0.0	0.00	0.00	\$10,682.95	2,395.1	\$2,041.4	\$2,036.7	(\$4.7)	-0.2%
1998	1998-1	(4,122)	2,085.2	6,430.8	\$18,581.2	(385.6)	0.00	0.0	529.31	(2,585.2)	0.0	0.0	0.00	0.00	\$10,780.00	2,416.9	\$1,754.9	\$1,745.7	(\$9.2)	-0.5%
1998	1998-2	(4,122)	2,108.1	6,501.2	\$20,082.2	(416.7)	0.00	0.0	532.07	(2,598.6)	0.0	0.0	0.00	0.00	\$10,902.55	2,444.4	\$1,808.3	\$1,767.0	(\$41.3)	-2.3%
1998	1998-3	(4,122)	2,128.0	6,562.8	\$19,566.7	(406.0)	146.40	237.9	543.44	(2,654.2)	0.0	0.0	0.00	0.00	\$11,054.10	2,478.3	\$2,096.8	\$2,094.6	(\$2.2)	-0.1%
1998	1998-4	(4,122)	2,159.7	6,660.5	\$19,253.2	(399.5)	206.40	335.4	552.37	(2,697.8)	0.0	0.0	0.00	0.00	\$11,167.15	2,503.7	\$2,280.3	\$2,094.9	(\$185.4)	-8.9%
1999	1999-1	(4,122)	2,185.8	6,741.0	\$19,219.3	(398.8)	0.00	0.0	565.00	(2,759.4)	0.0	0.0	0.00	0.00	\$11,265.75	2,525.8	\$1,986.6	\$2,030.1	\$43.5	2.1%
1999	1999-2	(4,122)	2,186.7	6,743.8	\$20,733.4	(430.2)	0.00	0.0	571.94	(2,793.4)	0.0	0.0	0.00	0.00	\$11,376.10	2,550.5	\$1,948.7	\$1,999.7	\$51.0	2.6%
1999	1999-3	(4,122)	2,177.4	6,715.1	\$18,947.4	(393.2)	148.30	241.0	579.41	(2,829.8)	0.0	0.0	0.00	0.00	\$11,505.80	2,579.6	\$2,190.7	\$2,121.1	(\$69.6)	-3.3%
1999	1999-4	(4,122)	2,186.6	6,743.5	\$20,375.6	(422.8)	208.50	338.8	584.07	(2,852.6)	0.0	0.0	0.00	0.00	\$11,675.65	2,617.7	\$2,302.6	\$2,183.9	(\$118.7)	-5.4%
2000	2000-1	(4,122)	2,205.3	6,801.1	\$22,400.4	(464.8)	0.00	0.0	585.37	(2,858.9)	0.0	0.0	0.00	0.00	\$11,817.70	2,649.5	\$2,004.9	\$2,150.1	\$145.2	6.8%
2000	2000-2	(4,122)	2,213.1	6,825.2	\$25,185.5	(522.6)	0.00	0.0	578.57	(2,825.7)	0.0	0.0	0.00	0.00	\$11,913.60	2,671.0	\$2,025.9	\$2,057.3	\$31.4	1.5%
2000	2000-3	(4,122)	2,223.6	6,857.4	\$26,069.9	(541.0)	153.40	249.3	577.07	(2,818.4)	0.0	0.0	0.00	0.00	\$12,037.80	2,698.9	\$2,324.2	\$2,285.1	(\$39.1)	-1.7%
2000	2000-4	(4,122)	2,245.0	6,923.6	\$27,594.8	(572.6)	216.20	351.3	580.12	(2,833.3)	0.0	0.0	0.00	0.00	\$12,218.20	2,739.3	\$2,486.3	\$2,428.5	(\$57.8)	-2.4%
2001	2001-1	(4,122)	2,263.7	6,981.1	\$29,289.1	(607.7)	0.00	0.0	587.26	(2,868.2)	0.0	0.0	0.00	0.00	\$12,341.20	2,766.9	\$2,150.1	\$2,094.2	(\$55.9)	-2.7%
2001	2001-2	(4,122)	2,270.8	7,003.0	\$28,395.2	(589.2)	0.00	0.0	590.93	(2,886.1)	0.0	0.0	0.00	0.00	\$12,475.80	2,797.1	\$2,202.8	\$2,253.3	\$50.5	2.2%
2001	2001-3	(4,122)	2,276.4	7,020.3	\$26,688.3	(553.8)	159.60	259.4	605.99	(2,959.7)	0.0	0.0	0.00	0.00	\$12,600.10	2,824.9	\$2,469.1	\$2,476.4	\$7.3	0.3%
2001	2001-4	(4,122)	2,286.9	7,052.8	\$25,252.5	(524.0)	222.00	360.8	610.98	(2,984.0)	0.0	0.0	0.00	0.00	\$12,643.50	2,834.7	\$2,618.3	\$2,532.2	(\$86.1)	-3.4%
2002	2002-1	(4,122)	2,288.6	7,057.9	\$24,399.0	(506.3)	0.00	0.0	616.66	(3,011.8)	0.0	0.0	0.00	0.00	\$12,661.30	2,838.7	\$2,256.5	\$2,262.9	\$6.4	0.3%
2002	2002-2	(4,122)	2,279.0	7,028.4	\$24,956.7	(517.9)	0.00	0.0	626.24	(3,058.5)	0.0	0.0	0.00	0.00	\$12,676.80	2,842.1	\$2,172.1	\$2,060.3	(\$111.8)	-5.4%
2002	2002-3	(4,122)	2,274.5	7,014.6	\$22,607.9	(469.1)	158.60	257.7	629.73	(3,075.6)	0.0	0.0	0.00	0.00	\$12,690.20	2,845.1	\$2,450.7	\$2,449.9	(\$0.8)	0.0%
2002	2002-4	(4,122)	2,279.1	7,028.6	\$24,875.7	(516.2)	224.10	364.2	629.63	(3,075.1)	0.0	0.0	0.00	0.00	\$12,687.70	2,844.6	\$2,524.1	\$2,478.9	(\$45.2)	-1.8%
2003	2003-1	(4,122)	2,280.3	7,032.4	\$24,805.1	(514.7)	0.00	0.0	621.79	(3,036.8)	0.0	0.0	0.00	0.00	\$12,763.80	2,861.6	\$2,220.5	\$2,145.5	(\$75.0)	-3.5%
2003	2003-2	(4,122)	2,272.2	7,007.3	\$25,181.4	(522.5)	0.00	0.0	608.90	(2,973.9)	0.0	0.0	0.00	0.00	\$12,857.65	2,882.7	\$2,271.6	\$2,309.0	\$37.4	1.6%
2003	2003-3	(4,122)	2,263.3	6,979.9	\$22,677.8	(470.6)	162.50	264.1	607.63	(2,967.7)	0.0	0.0	0.00	0.00	\$12,924.40	2,897.7	\$2,581.4	\$2,573.9	(\$7.5)	-0.3%
2003	2003-4	(4,122)	2,261.3	6,973.7	\$23,909.5	(496.1)	229.70	373.3	606.22	(2,960.8)	0.0	0.0	0.00	0.00	\$12,959.90	2,905.6	\$2,673.7	\$2,655.3	(\$18.4)	-0.7%
2004	2004-1	(4,122)	2,262.6	6,977.7	\$24,379.3	(509.9)	0.00	0.0	605.63	(2,957.9)	0.0	0.0	0.00	0.00	\$12,997.60	2,914.1	\$2,306.0	\$2,308.7	\$2.7	0.1%
2004	2004-2	(4,122)	2,263.9	6,981.9	\$26,445.1	(548.7)	0.00	0.0	599.19	(2,926.4)	0.0	0.0	0.00	0.00	\$13,091.65	2,935.1	\$2,319.9	\$2,308.3	(\$11.6)	-0.5%
2004	2004-3	(4,122)	2,267.2	6,991.9	\$25,869.5	(536.8)	169.50	275.4	598.41	(2,922.6)	0.0	0.0	0.00	0.00	\$13,262.25	2,973.4	\$2,659.3	\$2,611.7	(\$47.6)	-1.8%
2004	2004-4	(4,122)	2,276.6	7,021.0	\$27,729.9	(575.4)	236.70	384.6	596.39	(2,912.8)	0.0	0.0	0.00	0.00	\$13,450.55	3,015.6	\$2,811.0	\$2,687.7	(\$123.3)	-4.6%
2005	2005-1	(4,122)	2,290.3	7,063.3	\$27,854.7	(578.0)	0.00	0.0	598.99	(2,925.5)	0.0	0.0	0.00	0						

			Employment 2 Qtr Mvg Avg		Exports to Mexico FAS + 1 Qtr		Summer Season Adjustment Var		Base Employment + 4 Qtrs		Galveston Storm Variable		Pleasure Pier Adjustment		U.S. Real GDP + 3 Qtrs 2 Qtr Moving Average					
COEFFICIENTS			3.084		-0.02075		1.625		-4.884		523.5		282.1		0.2242					
FY	Fiscal Year	CONSTANT = A	DATA	PRODUCT OF DATA AND COEFFICIENT = B	DATA	PRODUCT OF DATA AND COEFFICIENT = H	DATA	PRODUCT OF DATA AND COEFFICIENT = D	DATA	PRODUCT OF DATA AND COEFFICIENT = E	DATA	PRODUCT OF DATA AND COEFFICIENT = F	DATA	PRODUCT OF DATA AND COEFFICIENT = G	DATA	PRODUCT OF DATA AND COEFFICIENT = G	MODEL ESTIMATE (\$000's) = A+B+C+D+E+F+G +H	ACTUAL (\$000's)	ESTIMATE (OVER/ UNDER ACTUAL	% Difference
2006	2006-4	(4,122)	2,433.7	7,505.4	\$34,056.7	(706.7)	255.50	415.2	638.27	(3,117.3)	0.0	0.0	0.00	0.00	\$14,332.60	3,213.4	\$3,188.0	\$3,405.2	\$217.2	6.4%
2007	2007-1	(4,122)	2,464.8	7,601.4	\$33,103.7	(686.9)	0.00	0.0	644.08	(3,145.7)	0.0	0.0	0.00	0.00	\$14,459.75	3,241.9	\$2,888.7	\$2,850.4	(\$38.3)	-1.3%
2007	2007-2	(4,122)	2,484.5	7,662.2	\$34,078.3	(707.1)	0.00	0.0	648.43	(3,166.9)	0.0	0.0	0.00	0.00	\$14,567.85	3,266.1	\$2,932.3	\$2,988.6	\$56.3	1.9%
2007	2007-3	(4,122)	2,508.6	7,736.5	\$32,157.0	(667.3)	184.30	299.5	660.23	(3,224.6)	0.0	0.0	0.00	0.00	\$14,596.10	3,272.4	\$3,294.5	\$3,292.4	(\$2.1)	-0.1%
2007	2007-4	(4,122)	2,541.3	7,837.2	\$34,410.4	(714.0)	257.20	418.0	671.87	(3,281.4)	0.0	0.0	0.00	0.00	\$14,659.75	3,286.7	\$3,424.5	\$3,566.1	\$141.6	4.0%
2008	2008-1	(4,122)	2,565.8	7,912.8	\$34,836.2	(722.9)	0.00	0.0	679.97	(3,321.0)	0.0	0.0	0.00	0.00	\$14,721.45	3,300.5	\$3,047.4	\$3,165.6	\$118.2	3.7%
2008	2008-2	(4,122)	2,574.0	7,938.1	\$34,514.4	(716.2)	0.00	0.0	682.97	(3,336.6)	0.0	0.0	0.00	0.00	\$14,782.35	3,314.2	\$3,078.5	\$3,014.3	(\$64.2)	-2.1%
2008	2008-3	(4,122)	2,581.4	7,960.9	\$35,745.6	(741.7)	191.20	310.7	694.57	(3,392.3)	0.0	0.0	0.00	0.00	\$14,888.60	3,338.0	\$3,353.6	\$3,406.4	\$52.8	1.6%
2008	2008-4	(4,122)	2,594.2	8,000.4	\$38,174.1	(792.1)	269.80	438.4	701.63	(3,426.8)	(1.0)	(523.5)	0.00	0.00	\$14,965.15	3,355.2	\$2,929.6	\$3,000.6	\$71.0	2.4%
2009	2009-1	(4,122)	2,598.8	8,014.5	\$40,339.7	(837.0)	0.00	0.0	708.77	(3,461.6)	1.0	523.5	0.00	0.00	\$14,940.65	3,349.7	\$3,467.1	\$3,496.6	\$29.5	0.8%
2009	2009-2	(4,122)	2,581.6	7,961.7	\$36,960.7	(766.9)	0.00	0.0	707.70	(3,456.4)	0.5	261.8	0.00	0.00	\$14,926.45	3,346.5	\$3,224.7	\$3,339.2	\$114.5	3.4%
2009	2009-3	(4,122)	2,545.5	7,850.4	\$29,068.3	(603.2)	191.00	310.4	714.90	(3,491.6)	0.5	261.8	0.00	0.00	\$14,927.50	3,346.7	\$3,552.5	\$3,568.9	\$16.4	0.5%
2009	2009-4	(4,122)	2,518.7	7,767.8	\$29,515.9	(612.5)	268.40	436.2	722.80	(3,530.2)	0.5	261.8	0.00	0.00	\$14,734.30	3,303.4	\$3,504.5	\$3,452.6	(\$51.9)	-1.5%
2010	2010-1	(4,122)	2,507.8	7,734.1	\$33,779.8	(700.9)	0.00	0.0	729.10	(3,560.9)	0.0	0.0	0.00	0.00	\$14,476.00	3,245.5	\$2,595.8	\$2,580.7	(\$15.1)	-0.6%
2010	2010-2	(4,122)	2,496.6	7,699.5	\$36,528.0	(758.0)	0.00	0.0	709.10	(3,463.2)	0.0	0.0	0.00	0.00	\$14,365.30	3,220.7	\$2,577.0	\$2,558.2	(\$18.8)	-0.7%
2010	2010-3	(4,122)	2,494.0	7,691.5	\$37,439.1	(776.9)	194.40	315.9	686.97	(3,355.1)	0.0	0.0	0.00	0.00	\$14,379.05	3,223.8	\$2,977.2	\$2,969.8	(\$7.4)	-0.2%
2010	2010-4	(4,122)	2,544.9	7,848.6	\$40,419.8	(838.7)	273.20	444.0	684.50	(3,343.1)	0.0	0.0	0.00	0.00	\$14,472.20	3,244.7	\$3,233.5	\$3,271.6	\$38.1	1.2%
2011	2011-1	(4,122)	2,558.5	7,890.3	\$41,341.3	(857.8)	0.00	0.0	694.70	(3,392.9)	0.0	0.0	0.00	0.00	\$14,573.35	3,267.3	\$2,784.9	\$2,646.2	(\$138.7)	-5.2%
2011	2011-2	(4,122)	2,566.9	7,916.4	\$44,464.5	(922.6)	0.00	0.0	693.50	(3,387.1)	0.0	0.0	0.00	0.00	\$14,675.35	3,290.2	\$2,774.9	\$2,764.0	(\$10.9)	-0.4%
2011	2011-3	(4,122)	2,583.8	7,968.4	\$46,096.9	(956.5)	201.50	327.4	705.90	(3,447.6)	0.0	0.0	0.00	0.00	\$14,795.70	3,317.2	\$3,086.9	\$3,200.0	\$113.1	3.5%
2011	2011-4	(4,122)	2,611.9	8,055.1	\$49,637.2	(1,030.0)	283.40	460.5	684.60	(3,343.6)	0.0	0.0	0.00	0.00	\$14,892.25	3,338.8	\$3,358.8	\$3,406.7	\$47.9	1.4%
2012	2012-1	(4,122)	2,633.6	8,122.0	\$50,904.9	(1,056.3)	0.00	0.0	699.57	(3,416.7)	0.0	0.0	0.00	0.00	\$14,910.15	3,342.9	\$2,869.9	\$2,671.3	(\$198.6)	-7.4%
2012	2012-2	(4,122)	2,650.6	8,174.6	\$51,649.6	(1,071.7)	0.00	0.0	706.86	(3,452.3)	0.0	0.0	0.00	0.00	\$14,935.45	3,348.5	\$2,877.1	\$2,844.2	(\$32.9)	-1.2%
2012	2012-3	(4,122)	2,677.8	8,258.4	\$52,957.2	(1,098.9)	205.50	333.9	711.09	(3,472.9)	0.0	0.0	1.00	282.10	\$15,005.35	3,364.2	\$3,544.8	\$3,564.9	\$20.1	0.6%
2012	2012-4	(4,122)	2,714.1	8,370.3	\$53,135.7	(1,102.6)	285.50	463.9	716.35	(3,498.6)	0.0	0.0	1.00	282.10	\$15,105.70	3,386.7	\$3,779.8	\$3,928.4	\$148.6	3.8%
2013	2013-1	(4,122)	2,747.0	8,471.7	\$54,218.4	(1,125.0)	0.00	0.0	732.11	(3,575.6)	0.0	0.0	0.00	0.00	\$15,232.65	3,415.2	\$3,064.3	\$2,927.6	(\$136.7)	-4.7%
2013	2013-2	(4,122)	2,768.1	8,536.7	\$55,595.8	(1,153.6)	0.00	0.0	746.96	(3,648.1)	0.0	0.0	0.00	0.00	\$15,305.85	3,431.6	\$3,044.6	\$3,101.1	\$56.5	1.8%
2013	2013-3	(4,122)	2,787.4	8,596.4	\$53,702.6	(1,114.3)	207.70	337.5	755.96	(3,692.1)	0.0	0.0	1.20	338.50	\$15,384.00	3,449.1	\$3,793.1	\$3,530.8	(\$262.3)	-7.4%
2013	2013-4	(4,122)	2,814.0	8,678.4	\$57,014.4	(1,183.0)	292.00	474.5	762.81	(3,725.6)	0.0	0.0	1.20	338.50	\$15,432.50	3,460.0	\$3,920.8	\$3,865.4	(\$55.4)	-1.4%
2014	2014-1	(4,122)	2,840.2	8,759.1	\$56,873.1	(1,180.1)	0.00	0.0	776.60	(3,792.9)	0.0	0.0	0.00	0.00	\$15,486.05	3,472.0	\$3,136.1	\$3,059.1	(\$77.0)	-2.5%
2014	2014-2	(4,122)	2,857.2	8,811.6	\$58,489.2	(1,213.7)	0.00	0.0	789.04	(3,853.7)	0.0	0.0	0.00	0.00	\$15,572.50	3,491.4	\$3,113.6	\$3,131.8	\$18.2	0.6%
2014	2014-3	(4,122)	2,878.7	8,877.8	\$57,392.0	(1,190.9)	214.00	347.8	797.27	(3,893.8)	0.0	0.0	1.20	338.50	\$15,693.25	3,518.4	\$3,875.8	\$3,849.3	(\$26.5)	-0.7%
2014	2014-4	(4,122)	2,912.3	8,981.4	\$60,940.3	(1,264.5)	299.70	487.0	800.03	(3,907.3)	0.0	0.0	1.20	338.50	\$15,848.05	3,553.1	\$4,066.2	\$4,261.6	\$195.4	4.6%
2015	2015-1	(4,122)	2,942.9	9,076.0	\$61,125.8	(1,268.4)	-	0.0	808.40	(3,948.2)	0.0	0.0	0.00	0.00	\$15,873.95	3,558.9	\$3,296.3	\$3,294.6	(\$1.7)	-0.1%
2015	2015-2	(4,122)	2,956.5	9,117.8	\$60,868.0	(1,263.0)	-	0.0	815.57	(3,983.3)	0.0	0.0	0.00	0.00	\$15,921.05	3,569.5	\$3,319.0	\$3,358.3	\$39.3	1.2%
2015	2015-3	(4,122)	2,942.0	9,073.1	\$59,113.8	(1,226.6)	218.30	354.7	826.16	(4,035.0)	0.0	0.0	1.2	338.50	\$16,108.00	3,611.4	\$3,994.1			
2015	2015-4	(4,122)	2,976.3	9,178.9	\$62,768.5	(1,302.4)	305.70	496.8	833.62	(4,071.4)	0.0	0.0	1.2	338.50	\$16,250.15	3,643.3	\$4,161.7			
2016	2016-1	(4,122)	2,998.8	9,248.3	\$62,959.6	(1,306.4)	-	0.0	841.13	(4,108.1)	0.0	0.0	0.00	0.00	\$16,299.75	3,654.4	\$3,366.2			
2016	2016-2	(4,122)	3,012.6	9,290.9	\$62,694.0	(1,300.9)	-	0.0	838.53	(4,095.4)	0.0	0.0	0.00	0.00	\$16,319.10	3,658.7	\$3,431.3			
2016	2016-3	(4,122)	2,997.9	9,245.5	\$60,887.2	(1,263.4)	222.70	361.9	844.30	(4,123.6)	0.0	0.0	1.2	338.50	\$16,510.70	3,701.7	\$4,138.6			
2016	2016-4	(4,122)	3,032.8	9,353.2	\$64,651.6	(1,341.5)	311.80	506.7	852.00	(4,161.2)	0.0	0.0	1.2	338.50	\$16,737.60	3,752.6	\$4,326.3			
2017	2017-1	(4,122)	3,058.8	9,433.3	\$64,848.4	(1,345.6)	-	0.0	857.10	(4,186.1)	0.0	0.0	0.00	0.00	\$16,788.70	3,764.0	\$3,543.6			
2017	2017-2	(4,122)	3,072.9	9,476.8	\$64,574.8	(1,339.9)	-	0.0	854.50	(4,173.4)	0.0	0.0	0.00	0.00	\$16,808.70	3,768.5	\$3,610.0			
2017	2017-3	(4,122)	3,057.9	9,430.6	\$62,713.8	(1,301.3)	227.20	369.2	860.30	(4,201.7)	0.0	0.0	1.2	338.50	\$17,006.00	3,812.7	\$4,326.0			
2017	2017-4	(4,122)	3,093.5	9,540.4	\$66,591.1	(1,381.8)	318.00	516.8	868.20	(4,240.3)	0.0	0.0	1.2	338.50	\$17,239.70	3,865.1	\$4,516.7			
2018	2018-1	(4,122)	3,126.1	9,640.9	\$66,793.9	(1,386.0)	-	0.0	874.20	(4,269.6)	0.0	0.0	0.00	0.00	\$17,292.40	3,877.0	\$3,740.3			
2018	2018-2	(4,122)	3,140.5	9,685.3	\$66,512.0	(1,380.1)	-	0.0	871.60	(4,256.9)	0.0	0.0	0.00	0.00	\$17,313.00	3,881.6	\$3,807.9			
2018	2018-3	(4,122)	3,125.2	9,638.1	\$64,595.2	(1,340.4)	231.70	376.5	877.50	(4,285.7)	0.0	0.0	1.2	338.50	\$17,516.20	3,927.1	\$4,532.1			
2018	2018-4	(4,122)	3,161.6	9,750.4	\$68,588.8	(1,423.2)	324.40	527.2	885.60	(4,325.3)	0.0	0.0	1.2	338.50	\$17,619.00	3,950.2	\$4,695.8			
2019	2019-1	(4,122)	3,198.0	9,862.6	\$68,797.7	(1,427.6)	-	0.0	893.40	(4,363.4)	0.0	0.0	0.00	0.00	\$17,672.80	3,962.2	\$3,911.8			
2019	2019-2	(4,122)	3,212.7	9,908.0	\$68,507.4	(1,421.5)	-	0.0	890.80	(4,350.7)	0.0	0.0	0.00	0.00	\$17,693.90	3,967.0	\$3,980.8			
2019	2019-3	(4,122)	3,197.1	9,859.9	\$66,533.1	(1,380.6)	236.30	384.0	896.80	(4,380.0)	0.0	0.0	1.2	338.50	\$17,901.60	4,013.5	\$4,713.3			
2019	2019-4	(4,122)	3,234.3	9,974.6	\$70,646.5	(1,465.9)	330.90	537.7	905.10	(4,420.5)	0.0	0.0	1.2	338.50	\$18,006.60	4,037.1	\$4,879.5			

			Employment 2 Qtr Mvg Avg		Exports to Mexico FAS + 1 Qtr		Summer Season Adjustment Var		Base Employment + 4 Qtrs		Galveston Storm Variable		Pleasure Pier Adjustment		U.S. Real GDP + 3 Qtrs 2 Qtr Moving Average					
COEFFICIENTS			3.084		-0.02075		1.625		-4.884		523.5		282.1		0.2242					
FY	Fiscal Year	CONSTANT = A	DATA	PRODUCT OF DATA AND COEFFICIENT = B	DATA	PRODUCT OF DATA AND COEFFICIENT = H	DATA	PRODUCT OF DATA AND COEFFICIENT = D	DATA	PRODUCT OF DATA AND COEFFICIENT = E	DATA	PRODUCT OF DATA AND COEFFICIENT = F	DATA	PRODUCT OF DATA AND COEFFICIENT = G	DATA	PRODUCT OF DATA AND COEFFICIENT = G	MODEL ESTIMATE (\$000's) = A+B+C+D+E+F+G+H	ACTUAL (\$000's)	ESTIMATE (OVER)/ UNDER ACTUAL	% Difference

ASSUMPTIONS									
Cal Year	Calendar Year Employment Growth	Fiscal Year	Fiscal Year Employment Growth	Base Employment Growth	U.S. Real GDP Growth	Exports to Mexico	CPI	Projected COG Sales Tax (\$Millions)	
2014	3.5%								
2015	1.7%	FY 2015	2.2%	2.2%	2.5%	3.0%	2.0%	\$14.81	
2016	2.0%	FY 2016	1.9%	1.9%	3.0%	3.0%	2.0%	\$15.26	
2017	2.0%	FY 2017	2.0%	2.0%	3.0%	3.0%	2.0%	\$16.00	
2018	2.3%	FY 2018	2.2%	2.2%	2.2%	3.0%	2.0%	\$16.78	
2019	2.3%	FY 2019	2.3%	2.3%	2.2%	3.0%	2.0%	\$17.49	



Fiscal Year	Model Total	Total Actual Tax	Actual Over/Under
1992	\$2,325.2	\$4,809.8	\$2,484.6
1993	\$4,833.5	\$4,869.2	\$35.7
1994	\$5,556.5	\$5,464.1	(\$92.4)
1995	\$6,282.0	\$5,828.8	(\$453.2)
1996	\$6,664.3	\$6,900.6	\$236.3
1997	\$7,152.0	\$7,340.4	\$188.4
1998	\$7,940.3	\$7,702.2	(\$238.1)
1999	\$8,428.6	\$8,334.8	(\$93.8)
2000	\$8,841.3	\$8,921.0	\$79.7
2001	\$9,440.3	\$9,356.1	(\$84.2)
2002	\$9,403.4	\$9,252.0	(\$151.4)
2003	\$9,747.2	\$9,683.7	(\$63.5)
2004	\$10,096.2	\$9,916.4	(\$179.8)
2005	\$10,790.7	\$10,449.0	(\$341.7)
2006	\$11,698.2	\$12,224.2	\$526.0
2007	\$12,540.0	\$12,697.5	\$157.5
2008	\$12,409.1	\$12,586.9	\$177.8
2009	\$13,748.8	\$13,857.3	\$108.5
2010	\$11,383.5	\$11,380.3	(\$3.2)
2011	\$12,005.5	\$12,016.9	\$11.4
2012	\$13,071.6	\$13,008.8	(\$62.8)
2013	\$13,822.8	\$13,424.9	(\$397.9)
2014	\$14,191.7	\$14,301.8	\$110.1
2015 Est	\$14,808.7		
2016 Est	\$15,262.4		
2017 Est	\$15,996.3		
2018 Est	\$16,776.1		
2019 Est	\$17,485.4		