



Office of the City Manager, Brian Maxwell

823 Rosenberg Suite #203, Galveston, TX 77550

## MEMORANDUM

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**TO: Mayor and Council Members**  
**FROM: Brian Maxwell, City Manager**  
**DATE: April 19, 2016**  
**SUBJ: City Manager's Report**

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Attached for your review and information is the subject report for the period ending March 31, 2016. The report provides key operational results and project updates. Initiatives and projects continue to advance, as detailed below:

1. The 2" mill and overlay repaving of Seawall Boulevard from Ferry Road to 39<sup>th</sup> Street was approved by TxDOT and is set to begin April 24<sup>th</sup>; the State project should be completed within 90 calendar days from its start;
2. On April 30<sup>th</sup>, a sport air racing event will be held at Scholes International Airport where pilots will compete in a 150 mile flight course over Galveston and the surrounding area; spectators are encouraged to visit the airport and watch the planes take-off at approximately 11 AM from the airport's second story observation deck;
3. The Texas Department of Insurance (TDI) formally released the Texas Windstorm Insurance Association (TWIA) from administrative oversight; a copy of the formal notification letter from TDI is included as Appendix I;
4. The Main Wastewater Treatment Plant on Harborside Drive is on track to be completed by May 2<sup>nd</sup>; the City and Texas GLO will host a joint dedication this spring;
5. AECOM will proceed with a Phase 1 environmental study for the Market Street project; the investigation is required before this project can go out for bid (CDBG Round 2.1 funded project);
6. Efforts to obtain approval from TCEQ on the City's plan to demolish the old municipal incinerator are underway; TCEQ is reviewing documents submitted by the City and staff is preparing for a meeting to review potential demolition and clean-up options (CDBG Round 2.2 funded project);
7. Major upgrades to Fire Station #7 in Pirates Beach and Fire Station #8 in Sea Isle will be completed in April; construction of the Police Property Storage Building is on target for May completion (FEMA funded projects);
8. Engineering firms have started designs for the new Central Fire Station; renovation and upgrades to the Airport Wastewater Treatment Plant; rehabilitation of the historic 30<sup>th</sup> Street Electric and Water Works Building; rehabilitation of water storage tanks at 30<sup>th</sup> Street and 59<sup>th</sup> Street, along with plans for a new, elevated storage tank at 59<sup>th</sup> Street; improvements to the Cedars-area neighborhood, between 26<sup>th</sup> and 30<sup>th</sup> Streets north of Broadway (CDBG Round 2.2 funded projects); and
9. The Sidewalk and Curb Repair Program received overwhelming support from the community; to ensure staff can adequately respond to the repair requests, the City will complete all approved project requests received through March 28<sup>th</sup>; interested applicants are still encouraged to contact the department to be placed on the waiting list.

If any of the report's contents raise questions, or if you seek clarification on any of the discussion items, please contact me directly.

## **CITY MANAGER'S REPORT – MARCH 2016**

### **IDC & NEIGHBORHOOD IMPROVEMENT PROJECTS IN PROGRESS**

#### *27th Street Corridor Master Plan (District 1, 2):*

The consultant (PBK) met with Staff and provided a 75% design review and is continuing to work towards finalizing construction drawings. The consultant provided a cost estimate of \$1.8 million.

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#### *5301 Avenue S and Sandhill Crane Soccer Complex – Park Improvements (District 4, District 5, District 6):*

Consultant (Burditt) met with staff to review draft designs of the proposed park improvements. The consultant gathered input from the group and will work to incorporate the recommendations. The consultant provided a cost estimate of approximately \$10 million for both parks.

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#### *Downtown Streetlights (District 3):*

CenterPoint and AECOM are coordinating the timing of light installation and roadway reconstruction.

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#### *Future Lee and Joe Jamail Bay Park, formerly known as Washington Park (District 5):*

Park has been fenced off and construction is underway. Construction is expected to be complete 270 days from NTP.

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#### *Offatt's Point (aka Robert Cohen) Neighborhood traffic diverters at Broadway and 62<sup>nd</sup>, 63<sup>rd</sup>, & 64<sup>th</sup> Streets (District 5):*

This project has been completed and the contractor's account has been settled. The general fund will need to be reimbursed by the District 5 Neighborhood Revitalization Fund as approved by City Council on February 25<sup>th</sup>.

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#### *Harborside Drive Design Project:*

A stakeholder meeting was held to review the Final Preliminary Engineering Design.

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#### *Beach Renourishment:*

The Park Board is working to secure private property right of entry agreements with the plan to begin construction by September 2016.

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#### *Neighborhood Improvement Projects:*

City Council at its regular meeting of March 24, 2016 voted to approve the implementation of a policy related to the use of Neighborhood Improvement Funds in accordance with the provisions of the document entitled "Council Projects and Initiatives Program".

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### **SCHOLES INTERNATIONAL AIRPORT**

#### *South Hangar Taxiway Access*

The second final walk-through inspection was completed on March 22<sup>nd</sup> where several deficiencies were identified including:

- Additional cracks in several concrete panels; these have been removed and replaced

- Taxiway markings were remarked, as needed, due to corrective work done on concrete
  - Project is completed and TxDOT Aviation is working on closing the project out
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#### *Request for Qualifications (RFQ) for Engineering Services Issued*

- The Request for Qualifications (RFQ) opened on March 23<sup>rd</sup>. The City received seven Statements of Qualifications from engineering firms which were distributed to the four selection team members for review. The selection team members met on April 4<sup>th</sup> to narrow down the list to three firms who will be interviewed.

- This RFQ is for engineering services for planned runways, taxiways, fencing, and ramp improvements for the next 5 years. TxDOT Aviation has already agreed that they would apply the money the City spends on design and engineering toward the required 10 percent match as the projects are funded.
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#### *Ground Lease Policy*

The Airport Advisory Committee did not meet in March due to scheduling conflicts. The Committee will continue to meet in April and May in order to develop a policy for City Council approval. The revised goal is to have a recommendation to City Council by the end of May 2016.

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*Airport Operational Statistics*

- March Fuel Flowage was 89,562 gallons, a 30.88 percent increase over fuel flowage in March 2015 and a 26.81 percent increase in fuel flowage year-to-date over the last year.
- March Air Traffic Operations when the tower is open were at 2,379 operations. Traffic is up 1.75 percent from March 2015 and down 0.30 percent or year-to-date operations.

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*South Central Chapter of the American Association of Airport Executives (AAAE) Annual Conference*

- The South Central Chapter of the American Association of Airport Executives (SCC AAAE) held its Annual Conference at Moody Gardens March 6<sup>th</sup> through 8<sup>th</sup>. Airport staff worked closely with the Houston Airport System and the Texas Gulf Coast Regional Airport to host this event. There were 167 attendees and exhibitors in attendance. Mayor Yarbrough opened the Conference by welcoming everyone to Galveston and encouraging everyone to come back again. Attendees made many positive comments about Galveston and how much there is to do here. Many vowed to return with family for their next vacation.
- The South Central Chapter of AAAE is a professional association comprised of individuals and businesses involved in the management of airports in the states of Kansas, Oklahoma, New Mexico, Texas, and Central America.

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*Hurricane Awareness Tour*

Staff continued working with Dan Reilly with NOAA as well as City and County staff to organize the Hurricane Awareness Tour scheduled for Tuesday, May 17<sup>th</sup>. It is anticipated that a NOAA P-3 and G-4 aircraft and USAF C-130 aircraft will land that morning and park in front of the Airport Terminal. Up to 700 schoolchildren will attend this event and it will be open to the public from 2 PM to 5 PM. This should be an excellent event to promote Hurricane Awareness, Emergency Management, the Fire Department and the Airport, as well as other local agencies.

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*Terminal Building Roof*

Sullivan Land Services will be providing us with roofing options and estimated cost so the City can determine the best course of action on repairing the terminal roof. The City continues working with Sullivan Land Services should they decide to take legal action against Permabond Construction for not honoring their warranty or making timely repairs to the roof.

**BUILDING DIVISION**

- During the month of March, 500 permits were issued with a job value of \$14,913,851.13 and a permit fee collection of \$72,051.82.
- March 8<sup>th</sup> through 11<sup>th</sup> two City employees, William Plummer and David Ewald attended the Texas Floodplain Management (TFMA) 28<sup>th</sup> Annual Spring Conference in Houston to participate in continuing education to maintain their certifications; both are Certified Floodplain Managers and Building Inspectors.

*Please see Appendix II.*

**CODE ENFORCEMENT DEPARTMENT**

Below are the stats for March 2016:

- 53 Court Cases
- 4 New Court of Record Cases
- 59 clean ups completed by City

**COMMUNITY DEVELOPMENT AND REVITALIZATION (DISASTER RECOVERY PROGRAM)**

*PROGRESS ON FEMA PROJECTS:*

- City staff continue to make progress on closing out completed FEMA project worksheets. Closeouts (projects completed and submitted to the state and FEMA, but awaiting audit) have reached 419 of the original 518 project worksheets. As noted before in this report, while actual “bricks and mortar” activities are declining with the number of open PW’s, significant effort

is still required this year with preparations for audit on closed projects. A large percentage of the PW's submitted to the Texas Division of Emergency Management (TDEM) have not been audited, and therefore can't be officially closed by FEMA.

- As of March 7<sup>th</sup>, 419 of the City's 518 PW's are "closed" at the city level, with 254 of those audited and receiving final closure from FEMA. There are 31 PW's with a remaining scope of work; this increased from last month because a handful of PW's previously listed as having FEMA issues have now been resolved, allowing the scope of work to continue. This leaves 9 PW's with FEMA issues to resolve; 35 awaiting document collection by city staff; and 24 in the Finance Department for budget reconciliation (down 10 from the previous month).
- As FEMA, TDEM and the City move toward ultimately completing all Hurricane Ike projects,

a serious issue has emerged that staff are working to resolve. To summarize, TDEM has authorized its auditing firm, Cohn Reznick, to move funds among PW's, including those already closed, without first notifying the city. This is breaking the chain of clean documentation, and the parties have been notified and will be meeting in early April to develop a consensus for moving forward.

- Major upgrades to Fire Station 7 in Pirates Beach and Fire Station 8 in Sea Isle will be completed in early April, with construction of the Police Property Storage Building on target for May completion. FEMA projects still awaiting the green light for construction are the rehabilitation of the trolleys and tracks; construction of the Airport Wastewater Treatment Plant; and construction of the Pelican Island Wastewater Package Plant.

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*PROGRESS ON CDBG ROUND 1:*

The Main Wastewater Treatment Plant on Harborside Drive is on track to be completed by May 2<sup>nd</sup>. The City and Texas General Land Office are jointly making plans for a formal dedication this spring of the largest project in Texas funded with Hurricane Ike recovery dollars.

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*PROGRESS ON CDBG ROUND 2.1:*

- 43<sup>rd</sup> Street: All paving was completed in late March, with construction of driveways and sidewalks nearly 80 percent complete by early April. A change order to cover some design changes and unforeseen costs is currently under review.
- 53<sup>rd</sup> Street: All paving was completed in late March, with construction of driveways and sidewalks nearly 80 percent complete by early April. A negative (deductive) change order is being prepared in conjunction with the contractor. This surplus funding will help cover the additional cost of the change order required to complete the 43<sup>rd</sup> Street project.
- Market Street: City Council approved a change order in March that will allow the engineering firm AECOM to proceed with a Phase 1 environmental study. The investigation is required before this project can go out for bid.

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*PROGRESS ON CDBG ROUND 2.2:*

Construction is underway at the 59<sup>th</sup> Street Pump Station. Work crews were focusing on installation of pilings needed for the foundation in February and March.

Third-party engineering firms have begun designs for the following Round 2.2 projects:

- New Central Fire Station at 26<sup>th</sup> and Sealy
- Renovation and upgrades to the Airport Wastewater Treatment Plant
- Rehabilitation of the historic 30<sup>th</sup> Street Electric and Water Works Building

- Rehabilitation of water storage tanks at 30<sup>th</sup> Street and 59<sup>th</sup> Street, along with plans for a new, elevated storage tank at 59<sup>th</sup> Street
- Sidewalk, crosswalk, bus stop and street light improvements to the Cedars-area neighborhood, between 26<sup>th</sup> and 30<sup>th</sup> Streets north of Broadway
- Phase 1 environmental study for rehabilitation projects along Avenue S, 51<sup>st</sup> Street, Sealy Street, and Saladia Street.

Efforts to obtain Texas Commission on Environmental Quality approval of the City's plan to demolish the old municipal incinerator are underway. TCEQ is

reviewing documents submitted by the City. Staff is preparing for a meeting in April to review potential demolition and cleanup options.

*Please see Appendix III for CDBG Round 2.2 project timeline.*

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*DEEPWATER HORIZON/RESTORE ACT:*

- The City continues to facilitate meetings with organizations planning to seek Deepwater Horizon Spill funding in 2016 and beyond. A workshop discussion on the projects and process going forward was conducted in March.
- Planning efforts are underway to develop a strong project that will link various water-quality

projects on the West End, including the replacement of thousands of polluting septic tanks with wastewater collection lines. Also in consideration by the City is a proposal to acquire beachfront parcels on land in a continuous strip that will provide a permanent easement for future beach nourishment projects.

**EMERGENCY OPERATIONS CENTER**

- The EOC along with the NWS started planning for the Hurricane Awareness Tour (HAT), the HAT tour will bring NOAA's hurricane hunter aircrafts to Galveston's Scholes International Airport field. The HAT tour will open the aircraft to the public to tour as well as educate citizens on how to be better prepared for hurricane season. The EOC

will use this event as our Town Hall meeting this year.

- The EOC participated in an active shooter tabletop exercise with the Port of Galveston. This exercise allowed the Port as well as the City to test its capacities for an active shooter event.

**FACILITIES**

- Repaired sheetrock and painted the trolley barn administrative offices
- Patched the roof on the Traffic Department building
- Replaced the old stove and dishwasher at Fire Station #7

- Handled and closed 260 work orders
- Installed LED lighting on the World War II Monument
- Landscaped around the World War II Monument
- Installed new aerial speaker in the apparatus bay at Fire Station #4

**FINANCE DEPARTMENT**

- The **Budget Office** began preparation for the FY17 budget cycle, including the five year forecast and capital improvement plan as well as the second quarter Budget Status Report for FY16.
  - Current estimates of Property Tax and Sales Tax revenue are addressed in the attached reports. Sales Tax revenue is projected for FY16 at \$15,050,000, which is 2.3 percent more than last fiscal year but \$215,000 under budget. Property tax revenue, dependent on semiannual taxpayers to an increasing extent, is projected to be \$27,034,000 and over budget by \$151,000.
- **The Municipal Court** continued to encourage individuals with outstanding warrants to appear voluntarily to set payment plan arrangements during the first week of March as the 10<sup>th</sup> Annual Great Texas Warrant Roundup was set to begin

on March 5<sup>th</sup> and would run through March 13<sup>th</sup>. An additional 299 warrants were cleared during the first four days of March bringing the total number of warrants cleared since the announcement of the Warrant Roundup to 816. By the end of the Roundup period, a total of 1362 warrants had been cleared and a total of \$151,502.04 collected.

- The American Civil Liberties Union filed a Rule 12 records request on March 7<sup>th</sup>. Municipal Court staff worked on this request throughout the month retrieving case files for approximately 70 cases. All documents in these case files were copied, redacted, and then submitted to the ACLU.
- The Municipal Court Clerk with the assistance of the Director of Finance interviewed candidates for the position of Chief Deputy Court Clerk/Juvenile Case

- Manager. Silvia DeLaGarza, an internal applicant, with fourteen years of experience in Municipal Court was selected for the position.
- In order to improve the efficiency of court operations and the processing of cases filed with the court, the Court Clerk is in the process of preparing standing orders for the Presiding Judge to review and approve. These orders will set out clear guidelines by which certain routine matters are handled and will define the limits of appropriate actions by court staff. They will also set out the expectations of the court in reference to court room decorum and the conduct of individuals with business before the court.
  - **The Purchasing Division** opened bids for the New Fencing at Adoue Park, Welding Services, Sludge Dewatering Chemicals, 19<sup>th</sup> Street Reconstruction, and 41<sup>st</sup> Street Reconstruction as well as an RFQ for Engineering Services for Scholes Airport. RFPs were prepared for Insurance Coverage (Property) and the Removal of a Sewer Pipe in the Ship Channel. A bid was readied for Landscaping Services for the different areas around the Waste Water Facilities. Contract and award letters were prepared and sent to vendors for Adoue Park Fencing, Schreiber Park Fencing, and Heavy Equipment Rental.
    - Susan Serrano attended a DBE Outreach (Disadvantage Business Enterprise) on March 10<sup>th</sup> at the South Campus of Houston Community College. It was an opportunity to speak with different types of vendors that would be interested in doing business with the City of Galveston and our opportunity to encourage those vendors to participate in our purchasing process. Approximately thirty vendors signed up for Bid/RFP/RFQ notifications at the event on our website.
    - Purchasing also completed 219 requisitions into purchase orders, completed two large printing projects and fulfilled ten Print Shop requests.
  - **The Accounting Division** completed the Comprehensive Annual Financial Report and presented it at the March 24<sup>th</sup> city council meeting. The final report was submitted to the Government Finance Officers Association for the Certificate of Achievement for Excellence in Financial Reporting on March 30<sup>th</sup>. The City has received this Certificate 12 years in a row.
    - *The Grants accounting staff* completed the close out of thirteen FEMA project worksheets bringing the overall total to 433. Work continues on the remaining project worksheets in the Finance queue.
    - **The Finance Department team has completed the review of all water and sewer overbilling rebate refund claims that were submitted to the City.** All eligible refund claimants (no delinquent balances due) have been paid refunds resulting from the error in water, sprinkler and sewer rates that were in place during 2012 -2015. Between October and March, 1,620 claims were received and processed. All refunds due were processed prior to the March 31<sup>st</sup> deadline.
      - In total, there were 1,572 customers that received a cash refund totaling \$207,140.42 and 48 customers who will receive a denial letter in April 2016. In March alone, the Accounting and Utility Billing (Customer Service) teams completed the review of 855 customers' rebate refund claims and processed 1,675 account payable checks totaling \$78,678.89. (Many customers received multiple checks.)
      - The remaining unclaimed balance is approximately \$125,000. These accounts will be researched individually to determine if a cash refund is due for each customer who did not submit a claim. After discussion and collaboration with the State Comptroller's office regarding this unique situation, the eligible unclaimed funds will be subsequently remitted to the State Comptroller's office.
    - **The Utility Billing Division** continued to update meter registers in the billing system with new register information. As a result of the work by Water Distribution crews, the number of unreadable meter registers declined from February. March's month-ending unreadable meters count totaled 463 which is the lowest number of unreadable meters in the past four years. All unreadable meter registers were read manually as they are every month. The re-reading process included over two hundred fewer manual meter reads than were necessary in February.
    - **Business Systems Analyst** projects include the following:

- Merchant Services Conversion Project – Finance continue to work toward completion on this project. Resources are engage with both Tyler Technologies to convert the Municipal Courts Application to the new server provider with an anticipated completion date of mid-April. Staff will be focusing efforts toward the final system transition of the Accela application and will be reviewing options for this transition with the software vendor since their system is currently unable to support this interface.
- Utility Billing Meter Read Software and Hardware (Badger Read Center database) – A representative of the Finance team conducted a workflow session with the Utility Billing team in an effort to identify the root cause of duplicate sprinkler meters and to determine a viable resolution. The cause of the issue was identified and efforts are underway on resolving this issue.

**Please see Appendix IV** (Property Tax Revenue), **Appendix V** (Sales Tax Overview), and **Appendix VI** (Municipal Courts History).

## **FIRE DEPARTMENT (GFD)**

### *Statistical*

GFD responded to 539 incidents, conducted 214 commercial business inspections, and issued seventy-two permits for a total of \$14,385.00. Personnel also completed 3,407 hours of training. For the month, the department dealt with \$7,200.00 of property with a recorded fire loss of \$2,800.00 and a recorded \$4,400 in recorded property saved.

### *Emergency Operations*

- While Spring Break brought thousands of visitors, the number of incidents responded to seemed to be within normal range. On March 9<sup>th</sup>, this region experienced a period of severe weather receiving over 5” of rain. This rainfall coupled with higher than usual tides and strong easterly winds resulted in some street flooding. GFD crews responded to several cars stranded in high water but no serious incidents were reported.
- On March 13<sup>th</sup>, GFD received a request from the State of Texas for mutual aid to East Texas. This was the result of the heavy rains in early March which caused the Trinity and Sabine River to crest at historic levels, flooding many east Texas communities. Five Firefighters including Brian Lee, Brad Magness, Steven Beall, Ryan Schaefer and James Yancey, responded with one of the State Brush trucks operated by GFD. These firefighters were assigned with several other fire crews from across Texas to assist in the Deweyville area. This assignment lasted for two weeks ending on March 25<sup>th</sup>. While in Deweyville, these men assisted residents with everything from evacuation to extinguishing structure fires as well as animal rescue.

### *Promotional Process*

On March 3<sup>rd</sup> & 4<sup>th</sup>, eleven Firefighters participated in the promotional assessment process for the Driver position. Currently there are three vacancies due to retirements and resignations. By the end of the two day process, three firefighters successfully passed all phases of the assessment and will be promoted during the month of April.

## **HUMAN RESOURCES**

- Received and processed **483** new applications
- Hired new **9** employees
- HR Director made site visits with the City Manager with the Fire Department, Finance Department, and Technology Services
- HR Department provided applications for Police Chief to the City Manager and continued process for selection
- HR Department provided applications for City Attorney to the City Council and continued process for selection
- CASEY Fire Ops/Human Resources and Galveston Community College Coordinator Bob Brundrett held 3<sup>rd</sup> round of training at Ball High School
- HR Staff participated in a job fair held at Galveston College

- HR Staff met with Galveston College regarding a Program for the education of City leadership; the Program will include Management and Leadership training, Texas Commission on Environmental Quality (TCEQ) Treatment Courses, and various computer trainings
- HR Staff administered the Civil Service Fire Promotional Exam on March 3<sup>rd</sup> (Wright Cuney) and 4<sup>th</sup> (Airport); three (3) Firefighters will be promoted to available Driver positions
- An election was held for the appointment of three (3) trustees to the City of Galveston Employees' Retirement Fund for Non-Civil Service Employees; the three- year term for the employees/trustees will be at a meeting scheduled for May 3, 2016
- HR Staff attended a meeting of the Civil Service Commission
- Department of Transportation training was held for Island Transit supervisors and employees
- Meeting with Technology Services to discuss and schedule internal training options for City Staff
- HR Administrative Assistant made a second presentation to HR Staff for online onboarding via the CivicHR website; HR Staff continues to work with CivicHR to ensure final product release in April

### **ISLAND TRANSIT**

Island Transit had 74,748 total passengers boarding for the month of March.

*Please see Appendix VII.*

### **MUNICIPAL GARAGE / FLEET SERVICES**

The Fleet Facility is a day-to-day service operation that includes the Municipal Garage and the Island Transit Garage:

- Mechanics worked on 341 vehicle work orders within the month and performed:
  - General Repairs - 549
  - Accident Repairs - 4
  - Recall Repairs - 13
  - PM's - 146
  - Repairs from PM's - 150
  - Road Calls - 64
  - Other Repairs - 0
- Provided 69,391 gallons of fuel for city and outside organizations.
- Re-decating older fleet vehicles with newly designed decals.
- Provided follow up fleet support for the Port of Galveston and Galveston County repair shops.

#### *Trolley Service Revitalization*

- The City is moving forward with the repairs to the Galveston Trolley System and is currently out for bid for this portion of the Trolley Service Revitalization.
- HDR Engineers will evaluate the building for needed repairs and then put together the construction documents.

#### *Construction Projects*

- The Island Transit Bus Wash continues with the construction.
- Seawall Improvements have been awarded and the notice to proceed (NTP) has been issued.

### **GRANTS & HOUSING DEPARTMENT**

- Staff completed a drawdown of HUD CDBG funding to reimburse the City for February and March expenditures in the amount of \$730,456.13 (**HUD Regulatory Requirement**)
- Staff met the HUD required CDBG Timeliness Test on March 30<sup>th</sup> to expend the amount of funds needed to have no more than 1.5 times our current year funding in the City's line of credit. The City has a ratio of 1.21 percent balance. Failure to meet the Timeliness Test by April 2<sup>nd</sup> could require the City to repay any available funds exceeding the allowable ratio. This test ensures that the City is expending its grant funds in a timely manner, and that the City's projects are progressing toward completion. (**HUD Regulatory Requirement**)
- Staff facilitated the 2016 CDBG/HOME planning process and on March 24, 2016, City Council approved the 2016 Consolidated Program list of projects in the amount of \$1,379,330 to meet the City's Community Development and Housing Objectives to primarily benefit the low-moderate income (LMI) population. The City will receive the HUD allocations for Community Development

Block Grant (CDBG) funding of \$1,146,430 and HOME Investment Partnerships Program (HOME) funding of \$232,900. Staff initiated the HUD required 30-day Citizen Comment Period on the projects and objectives on March 27<sup>th</sup> to be completed on April 26<sup>th</sup>. Staff is preparing the 2016 Action Plan (HUD application) to be submitted to HUD on April 27<sup>th</sup>. **(HUD Regulatory Requirement)**

- Staff is working with the City’s CHDO (Community Housing Dev. Org.), the Houston Area Urban Community Development Corporation, on the purchase of a property at 4106 Ave. M for an affordable housing unit to be sold to a LMI homebuyer. The Environmental Review process is underway to be completed on April 11<sup>th</sup> to allow HAUCDC to close afterward. **(HUD Regulatory Requirement)**
- Staff conducted five (5) desk audits on CDBG funded City Departments Projects to ensure that the activities and expenditures are eligible, allowable, and conforming to the grant. **(HUD Regulatory Requirement)**
- Staff entered all project accomplishments into HUD’s IDIS Reporting System. **(HUD Regulatory Requirement)**
- Staff reviewed Davis-Bacon certified payrolls for the Public Works Department’s Hollywood

Heights sidewalk project to compare the wages paid to each worker to the wage determination rate for workers on the job. **(HUD Regulatory Requirement)**

- Staff completed the Semi-Annual Labor Standards Enforcement Report and the Contractor & Subcontractor Activity Report, which are HUD required reports that caption funding on federally funded projects for enforcement, M/WBE, & Section 3 accomplishments. **(HUD Regulatory Requirement)**
- Approved 1 homebuyer for up to \$14,500.00 of assistance with down payment and closing cost toward the purchase of a new home. **(HUD Regulatory Requirement)**
- Certified 1 Section 3 business. **(HUD Regulatory Requirement)**
- Staff prepared and facilitated the Release of Lien document for a participant in the City’s Homebuyer Assistance Program funded through the HOME Program. Homeowner has met the 5 year period of affordability and their Lien will be released. **(HUD Regulatory Requirement)**
- Staff completed a Certificate of Consistency with the City’s Consolidated Plan for the Galveston Housing Authority’s Public Housing Plan. **(HUD Regulatory Requirement)**

**PARKS & RECREATION**

*McGuire Dent Recreation Center*

- Attendance: Adults – 6,510; Youth – 1,908
- Adult activities included general workouts, kardio kickboxing, aerobox, pickle ball, badminton, and pick-up basketball
- Youth activities included after school program, homework help, Monday through Thursday free

- healthy snack program, arts and crafts, karate, and futsal
- In addition, 8 community meetings and 4 trainings were held at the recreation center

*Wright Cuney Recreation Center*

- Attendance: Adults – 516; Youth – 2,003
- Adult activities included parenting classes, and support group meetings, Latin dance, pick-up basketball, and Senior Citizens Bingo

- Youth Activities included After School Program, homework help, Mondays and Wednesdays free healthy snack program, arts and crafts, and basketball

*Maintenance*

- Crews continue to mow and maintain esplanades on Broadway/IH-45 from 59<sup>th</sup> Street to Causeway
- Crews continue to mow and maintain all City parks, ball fields, esplanades, and cemeteries
- Trimmed palm trees on Cove View Blvd.
- Removed and replaced rusted swing set at Menard Park

- Removed playground equipment from Adoue Park (Rosenberg Park) in preparation for new equipment arriving in April
- Trimmed all hedges, bushes, and shrubs at Kempner Park

*TRAPS (Texas Recreation and Park Society) Convention Planning*

The Parks and Recreation Department hosted the state conference for Parks and Recreation Professionals. It was the largest ever with over 800 total registered participants, and when counting speakers, exhibitors, and volunteers, the conference brought in closer to 1,300 participants to the Island.

**DEVELOPMENT SERVICES DEPARTMENT**

*Please see Appendix VIII.*

**POLICE DEPARTMENT**

- 882 reports taken
- 495 arrests made
- 6,818 total calls made

**PUBLIC WORKS DEPARTMENT**

*Capital Improvement Projects (CIP)*

For a full list of projects and the progress on each, ***please see Appendix IX.***

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*Customer Compliments*

**Sent:** Wednesday, March 02, 2016 4:19 PM

**Subject:** Compliment

A resident called from 51<sup>st</sup> Street. He just wanted to say how helpful the girls are when he calls in and the men working on his street are doing an amazing job!

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**Sent:** Friday, March 04, 2016 2:04 PM

**Subject:** Compliment

A resident (4114 Ave M ½) called to compliment the crew that came to fill in the potholes near her home. She said the crew was so nice and wants to make sure that they get the credit they deserve. If you could pass this along to the crew please. The crew members were **Gilbert Delgado** and **Kenneth Hunter**.

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**Sent:** Monday, March 07, 2016 4:06 PM

**Subject:** FW: truck #1439

Those guys are good! (The compliment is regarding our bulk truck. **Kevin Otems** and **Darryl Crooks**.)

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**Sent:** Friday, March 18, 2016 4:46 PM

**Subject:** Praise

I want to thank the City of Galveston Water department for quickly responding to my request. I moved into my house in April of 2015, and after I moved in, I noticed low water pressure, super low. 2 months later I was told that all my water pipes had to be re-done in the house, running around \$4000-\$8000. That was crazy, I didn't have that kind of money after putting all my money into the moving into the house. Anyways, I wanted to get a 3rd opinion, and Eddie Palomano, owns a local construction company, advised me to call the City, because he thought the issue was at the meter not in

the house. REALLY! Glad I didn't go get a loan. I called the City, and in just a few days, the City was at my street, tearing up the whole street to repair the water line. In 2 days, they did their thing, and I had normal water pressure. Thank you City of Galveston for your prompt service!!!!

-----  
**Sent:** Monday, March 28, 2016 5:29 PM

**Subject:** RE: 37th Street repairs requested

We were excited and appreciative of the work you all did on the clean up of the gutters on our street on 37th. We feel like this cleaning out the gutters can only help the drainage problem.

We'll need to wait for rain to see the results of this work but again we want to express our gratitude for your responsiveness and efforts. Thank you!

-----  
**Sent:** Tuesday, March 29, 2016 8:47 PM

**Subject:** Compliment to Public Works

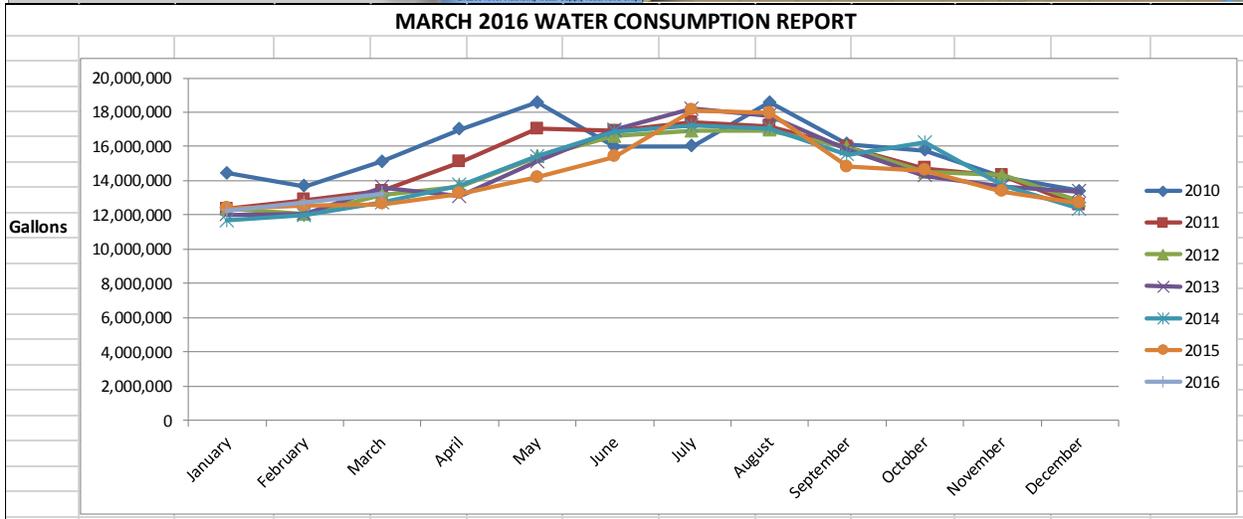
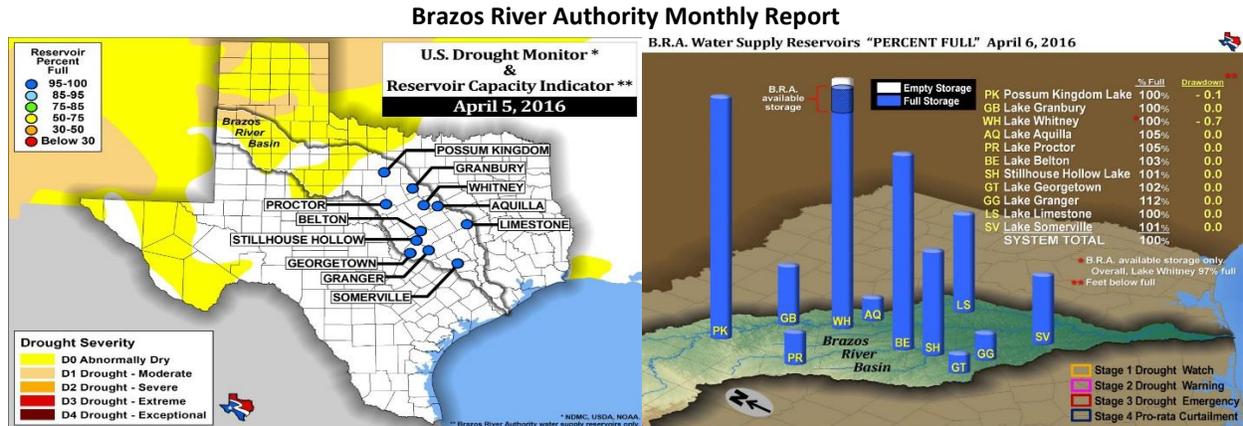
Hello,

Today I had an issue and did not know if I was going to walk out in a timely manner with this issue resolved. I needed a dumpster permit and it was a slight emergency with details that I thought would make it difficult. After walking in, I was greeted by smiles from 3 different individuals. I explained my situation and was explained what needed to take place and was given an application to fill out. It took maybe 10 mins from start to finish and the person behind the counter was friendly. Thank you to the City of Galveston and Public Works division for making this part of my day easy. Have a wonderfully creative day!

PS... I dig the compliment or complain card and hope you get to enjoy reading more compliments than complaints!

A resident from the area of 21<sup>st</sup> & Ave O called to compliment the crews picking up carts today. He said he had forgotten to put his cart out this morning and the crews came and got his cart for him & dumped it. He wanted to thank them and also say how great of a job they do. If we could find out which crew was out there and make sure they get this compliment please.

**Sent:** Thursday, March 31, 2016 8:06 AM  
**Subject:** Sanitation Compliment



|      | Month      |            |            |            |            |            |            |            |            |            |            |            |
|------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| Year | January    | February   | March      | April      | May        | June       | July       | August     | September  | October    | November   | December   |
| 2010 | 14,441,613 | 13,685,536 | 15,130,000 | 16,994,500 | 18,557,977 | 15,986,757 | 16,008,370 | 18,558,133 | 16,121,867 | 15,757,548 | 14,232,667 | 13,397,097 |
| 2011 | 12,361,290 | 12,871,929 | 13,405,355 | 15,093,828 | 17,021,355 | 16,900,241 | 17,388,613 | 17,175,968 | 15,961,067 | 14,724,379 | 14,278,333 | 12,578,258 |
| 2012 | 12,353,548 | 12,050,000 | 13,190,161 | 13,677,300 | 15,405,323 | 16,587,367 | 16,897,871 | 16,951,935 | 15,943,167 | 14,509,355 | 14,329,300 | 12,810,387 |
| 2013 | 12,005,677 | 12,078,750 | 13,597,667 | 13,091,767 | 15,122,581 | 16,965,833 | 18,214,452 | 17,797,968 | 15,827,900 | 14,289,452 | 13,649,500 | 13,370,903 |
| 2014 | 11,678,774 | 11,978,607 | 12,715,065 | 13,738,100 | 15,415,806 | 16,879,567 | 17,201,484 | 17,045,935 | 15,531,567 | 16,228,645 | 13,735,900 | 12,342,129 |
| 2015 | 12,379,129 | 12,532,429 | 12,637,000 | 13,247,000 | 14,186,000 | 15,387,333 | 18,119,065 | 17,962,387 | 14,821,400 | 14,599,742 | 13,365,367 | 12,698,097 |
| 2016 | 12,273,290 | 12,719,750 | 13,233,433 |            |            |            |            |            |            |            |            |            |

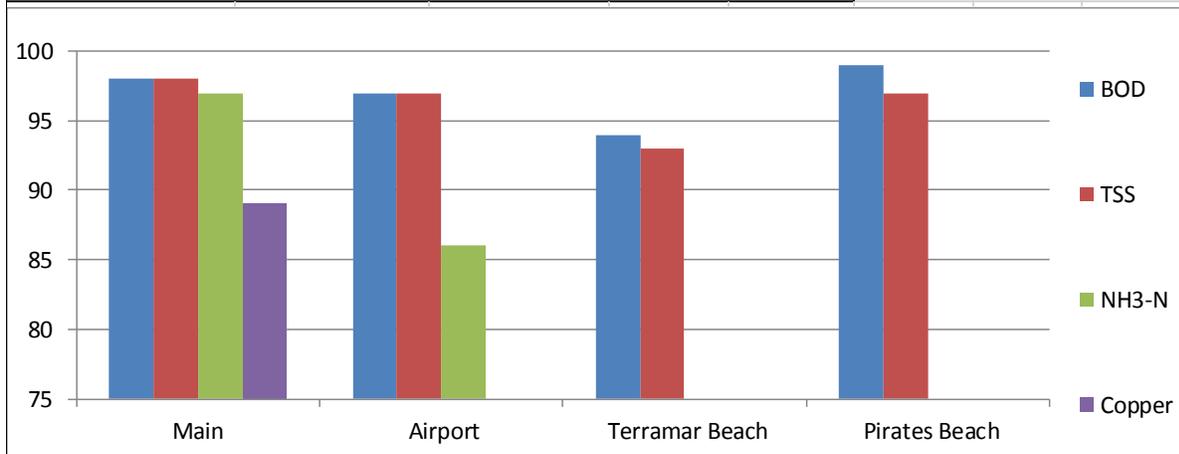
| Industrial Pretreatment Program<br>Monthly Report   |                    |
|---|--------------------|
| <b>Mar-16</b>   |                    |
| NOV's   | <b>2</b>           |
| Verbal Warnings   | <b>1</b>           |
| Denial Letters on Exemptions/Extensions   | <b>0</b>           |
| Consent Orders  | <b>0</b>           |
| Show Cause Orders   | <b>0</b>           |
| Emergency Water Suspension  | <b>0</b>           |
| Food Service establishment inspections  | <b>106</b>         |
| Food Service establishment inspections follow-up  | <b>3</b>           |
| Industrial inspections  | <b>0</b>           |
| Waste hauler inspections  | <b>95</b>          |
| Hauled waste received at main plant (gallons)   | <b>227,550</b>     |
| Total waste hauler bill   | <b>\$11,260.00</b> |
| (SSO's ) Inspections made   | <b>0</b>           |
| Wittiness pumping event   | <b>1</b>           |
| UTMB Ph Testing   | <b>0</b>           |
| Other activities included:  |                    |
| Billing the County Jail. Data entry for pretreatment software. Data entry for FOG software. Investigation of sanity sewer complaints. Wastehauler billing. Inspected sewer mains. Faxing SSO's. Entering SSO's on spreadsheet. Reconciling waste hauler tickets. Filing. Meeting with Restaurant Owners. Show Cause |                    |

| DISTRIBUTION, COLLECTION & METER MONTHLY REPORT |               |      |  |               |        |                               |               |       |
|---|---------------|------|--|---------------|--------|-------------------------------|---------------|-------|
| DISTRIBUTION DIVISION                           | Monthly Total | FYTD | COLLECTION DIVISION  | Monthly Total | FYTD   | METER DIVISION                | Monthly Total | FYTD  |
| New water taps installed                        | 29            | 173  | New sewer taps installed   | 24            | 86     | Meter turn on                 | 119           | 713   |
| Water main installed                            | 0             | 890  | Repaired / replace sewer taps  | 10            | 54     | meter turn off                | 107           | 629   |
| Killed Tap                                      | 0             | 4    | Sewer taps / cleanout located  | 17            | 152    | Delinquent off                | 0             | 97    |
| Distribution system leaks repairs               | 42            | 246  | Collection point repairs   | 3             | 50     | Door notice left              | 66            | 79    |
| Tranmission line leaks repairs                  | 0             | 56   | Cleanouts installed  | 34            | 166    | Re-reads                      | 750           | 4,222 |
| Meter box installed                             | 30            | 180  | Main line stoppages  | 119           | 605    | Register Changes              | 217           | 2,484 |
| Valves installed / replaced                     | 1             | 3    | Residential stoppages  | 90            | 469    | Replace meter boxes / covers  | 35            | 192   |
| Valve repaired                                  | 0             | 2    | Sewer line installed   | 20            | 250    | T-Stop Repairs / Leaks        | 86            | 533   |
| Fire hydrant installed/ repaired                | 69            | 290  | Manhole installed  | 0             | 0      | Installed New Meter           | 1             | 39    |
| Property owners Leak                            | 21            | 85   | Manhole repaired / rebuilt   | 2             | 22     | Pulled Meter                  | 2             | 19    |
| Low water pressure                              | 12            | 79   | Manhole cover / rim replaced   | 1             | 18     | Large Meter- Surveys          | 0             | 203   |
|   |               |      | Vaccum lift station  | 2             | 24     | Large Meter- Repairs          | 0             | 0     |
|   |               |      | Clean outs cleared   | 31            | 153    | Large Meter- Re-Reads         | 0             | 126   |
|   |               |      | Manhole Cleaned  | 45            | 266    | Large Meter- Reg. Changes out | 0             | 143   |
|   |               |      | Total Mains Cleaned  | 32            | 164    |                               |               |       |
|   |               |      | Total Footage Cleaned  | 12,455        | 50,024 |                               |               |       |
|   |               |      | <b>43RD STREET PROJECT:</b> Called out to turn off of check valves for the contractor 0 times in March |               |        |                               |               |       |
|   |               |      | <b>53RD STREET PROJECT:</b> Called out to turn off of check valves for the contractor 0 times in March |               |        |                               |               |       |

**Wastewater Treatment Plants - Monthly Report**

| Million Gallons Per Day |         | Average Mg/L |        |        |     |      |      |
|-------------------------|---------|--------------|--------|--------|-----|------|------|
| Plant Flow              | Average | 2 Hr Peak    | Copper | Entero | BOD | TSS  | NH3N |
| Main                    | 5.548   | 18.6         | 0.004  | 18.4   | 2.4 | 1.6  | 0.5  |
| Airport                 | 1.925   | 15.0         | 0.003  | 10     | 3.1 | 4    | N/A  |
| Terramar                | 0.023   | 0.1          | N/A    | 10     | 94  | 93.0 | N/A  |
| Pirates                 | 0.006   | 0.0          | N/A    | 10     | 2.5 | 3.9  | N/A  |
| Seawolf Park            |         | Under Design |        |        |     |      |      |
| <b>Permit Limits</b>    |         |              |        |        |     |      |      |
| Plant Flow              | Average | 2 Hr Peak    | Copper | Entero | BOD | TSS  | NH3N |
| Main                    | Report  | 18,840       | 0.051  | 35     | 10  | 15   | 2    |
| Airport                 | Report  | 7,812        | 0.0121 | 35     | 20  | 20   | N/A  |
| Terramar                | Report  | 1,042        | N/A    | N/A    | 10  | 15   | N/A  |
| Pirates                 | Report  | 1,300        | N/A    | 35     | 20  | 20   | N/A  |

*Pirates Beach Plant flow splits according to flow demand for the Golf Course.  
When demand is met the remaining flow is discharged into the Bayou.  
This flow is reported and mailed to T.C.E.Q on a MER - Monthly Effluent Report.*



**\*TSS- Total Suspended Solids   \* BOD - Biochemical Oxygen Demand   \* Copper   \*NH3-N - Ammonia as Nitrogen**

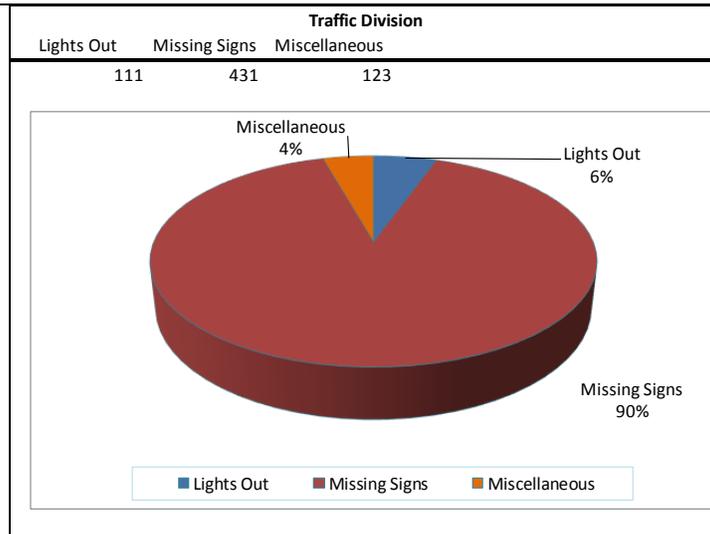
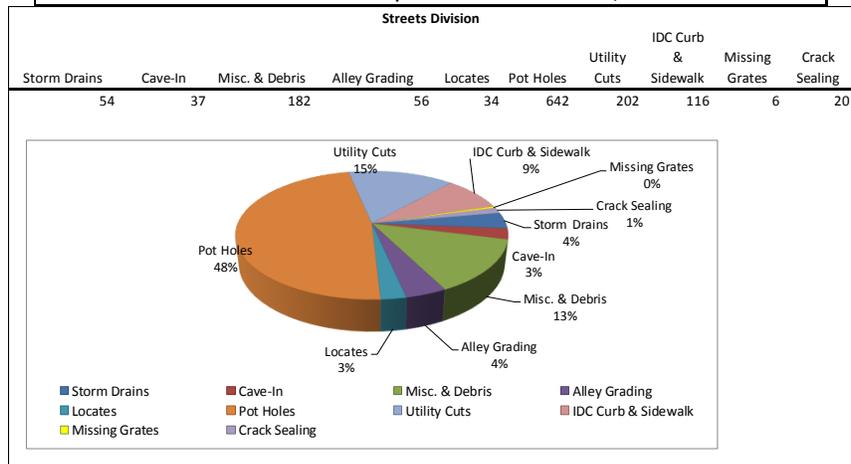
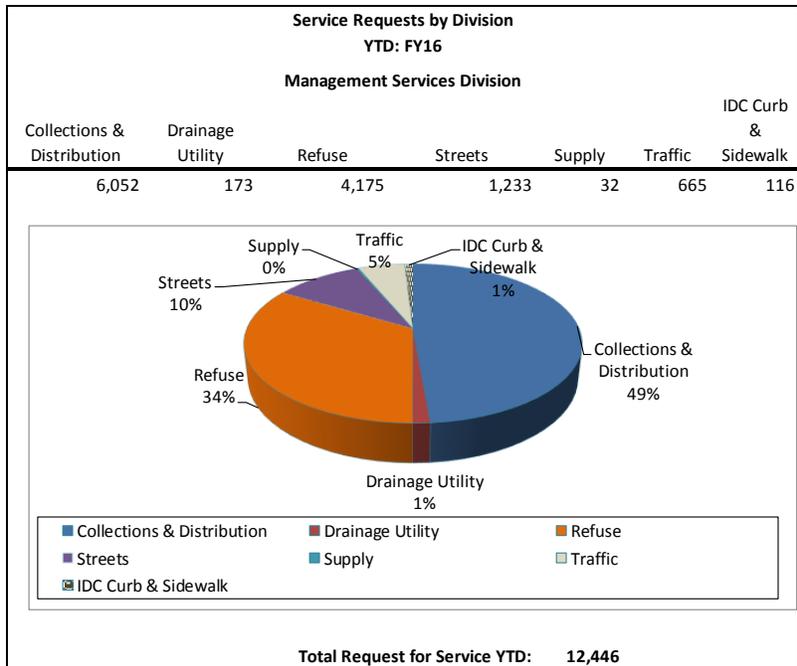
These are permitted parameters set by the TCEQ

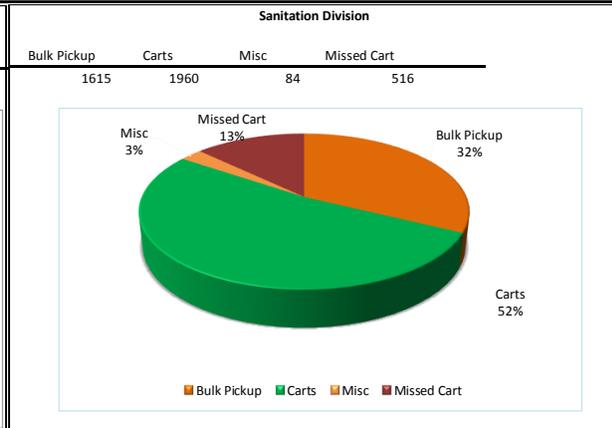
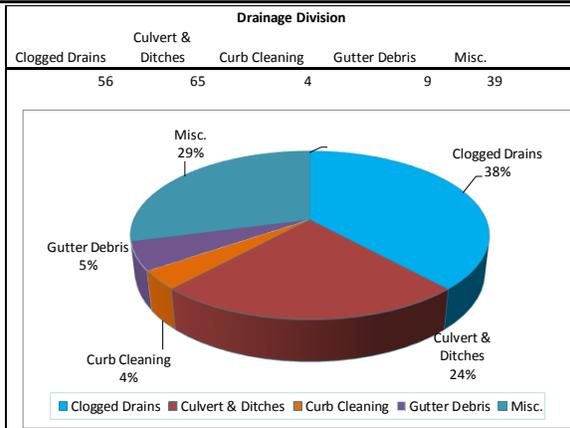
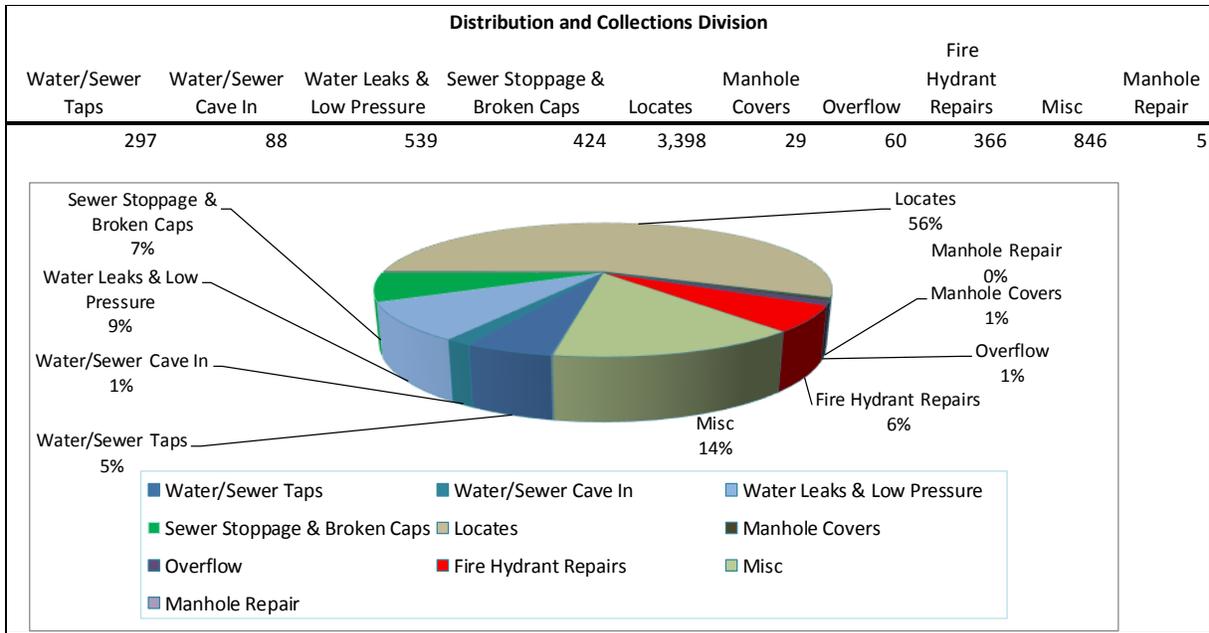
**Main Wastewater Treatment Plant**

- All (6) SBR'S in operation.
- Chlorine 150 Cylinders being used for Effluent reuse to cool buildings and cleanup of Plant.
- OP'S 2 still under construction with Furniture being installed.
- Atlas Copco monitoring blowers.
- Weekly meetings with Contractor discussing ongoing progress.
- Degritter boxes ordered with delivery date of April 9, 2016.
- Envirodyne Labs performing (30) day tests on SBR performance.
- Aeration 5 & 6 and Clarifier 4 demolished this month.
- Concrete containment and old fuel storage demolished.
- Concrete forming and rebar being installed daily.
- Generator is prepped to be removed from garage.

**Airport Wastewater Treatment Plant**

- Raw pump # 4 not working, called out Grunfos dealer.
- Waiting on approval to get Sludge removed form Digester.
- Airline for Chlorine contact chamber being worked on by Maintenance.





| <b>Sidewalk and Curb Crew Program</b>       |                     |
|---|---------------------|
| <b>Total Collected</b>                      | <b>\$ 37,665.75</b> |
| <b>Total Applications Received</b>          | <b>147</b>          |
| Number of Projects with Payment Received    | 60                  |
| Number of Projects Completed                | 10                  |
| Number of Outstanding Project Quotes        | 25                  |
| Number of Project Quotes Pending Payment    | 36                  |
| Number of Project Quotes Residents Declined | 6                   |
| Number of Ineligible Projects               | 10                  |
| <b>Material Use to Date</b>                 |                     |
| Rebar (pieces)                              | 104                 |
| Concrete (cubic yards)                      | 38.5                |
| <b>Total Linear Footage of Projects</b>     | <b>719</b>          |
| Sidewalks                                   | 451                 |
| Curbs                                       | 268                 |

## **SPECIAL EVENTS**

The City supported three special events during the month, which included:

- Causeway FunD Run
- Galveston Island Market
- St. Patrick's Day Festival

## **PUBLIC INFORMATION OFFICE**

- Social Media Outlets
  - City of Galveston Facebook Page: 332 new users, increasing the followers from 5,568 to 5,900; 68 percent of users accessed the page via a mobile device.
  - City of Galveston Twitter Page: 70 “tweets”; 1,228 profile visits; 83 mentions; 209 new followers; 40,800 “tweet” impressions
  - Galveston Police Department Facebook Page: 175 new users, increasing the followers from 6,218 to 6,393; 87 percent of users accessed the page via a mobile device.
- A total of 11 press releases were sent to media contacts and posted to the “News Flash” portion of the City website, as well as City social media outlets and municipal TV channel 16 when applicable.
- Staff created and displayed posters summarizing each department’s functions for a school tour of City Hall and Central Fire Station held on March 28<sup>th</sup>; 85 second graders from Odyssey participated.
- Cubic Creative, the City’s rebranding and market positioning strategy consultant, will visit Galveston the week of May 17<sup>th</sup> to conduct interviews with local stakeholders, residents, and visitors; staff are organizing the meeting dates and times as well as location for the team; unanimously selected by a review committee comprised of City staff and a representative from the Park Board of Trustees, Galveston Regional Chamber of Commerce/My Galveston, and the Downtown Partnership, the proposal was approved by the Industrial Development Corporation (IDC) and is funded from 4B Sales Tax; from this campaign, the City will have a formally developed logo, tagline, slogan, marketing plan, etc. to move forward in setting a positive framework by supporting ongoing efforts of other entities including the CVB, UTMB, Texas A&M Galveston, My Galveston, and many others.
- Staff is working to feature each City department on Channel 16 highlighting department heads and employees; each video will include one-on-one interviews, an explanation of what role the department plays in the overall operations of the City, and footage of day-to-day activities. In addition, “promotional” videos for City initiatives are also a priority. All are posted via social media and municipal TV channel 16 as well as the City’s YouTube channel to remain readily available for public viewing.
  - Completed to date:
    - Parks and Recreation overview: ball field, rights-of-way, cemetery, & park maintenance
    - Galveston Police Department: recruitment video highlighting each division including SWAT, Mounted Patrol, K9 Officers, Hostage Negotiation, and Motor Officers; basketball hoop donation in conjunction with Academy and Galveston County Sherriff’s Department
    - Galveston Fire Department: fire safety tips
    - Public Works: City-Wide Cleanup; Sidewalk & Curb Crew program
    - Human Resources: employment vacancies
- In conjunction with Technology Services and Facilities, staff are making preparations to upgrade all municipal channel 16 equipment to improve audio/video output and enhance the channel’s overall appearance to increase viewership; AT&T Uverse customers will also now have access to channel 16 once the upgrade is complete; the formal request was approved by City Council in March and work is anticipated to begin in May.
- With an upcoming redesign, staff continues to research organizational and layout changes/updates that will aid in making the website more user-friendly, interactive, and less daunting.

## **TXDOT – FERRY ROAD TRAFFIC**

The Galveston – Port Bolivar Ferries completed 1,836 trips, transported 151,068 vehicles, and held 491,095 passengers during the month of March.

***Please see Appendix X.***

## **LIST OF APPENDICES**

- Appendix I: TWIA Release Letter
- Appendix II: Building Division Permit Report
- Appendix III: CDBG Round 2.2 Timeline
- Appendix IV: Property Tax Revenue
- Appendix V: Sales Tax Overview
- Appendix VI: Municipal Courts History
- Appendix VII: Island Transit Ridership
- Appendix VIII: Development Services Report
- Appendix IX: CIP Project Timeline
- Appendix X: TxDOT Ferry Traffic Report



## TEXAS DEPARTMENT OF INSURANCE

Commissioner of Insurance (113-1C)

333 Guadalupe, Austin, Texas 78701 ★ PO Box 149104, Austin, Texas 78714-9104  
(512) 676-6020 | F: (512) 490-1045 | (800) 578-4677 | TDI.texas.gov | @TexasTDI

April 8, 2016

John Polak, General Manager  
Texas Windstorm Insurance Association  
5700 S. MoPac, Bldg. A  
Austin, TX 78749

**By Electronic and Regular Mail**

Re: Reporting and Release from Administrative Oversight

Dear Mr. Polak:

This letter releases TWIA from administrative oversight, effective immediately. In SB 900 (84R), the Texas Legislature granted me authority to contract with a general administrator to operate TWIA if I determine it is in the best interest of policyholders and the public to do so. This provision, which is codified as TEX. INS. CODE § 2210.062, renders administrative oversight no longer necessary at this time.

Notwithstanding my authority provided under § 2210.062, I must ensure that TDI continues to responsibly monitor TWIA's activities. Accordingly, I direct TWIA to do the following:

- (1) submit non-standard contracts requiring expenditures exceeding \$100,000 to TDI for review and comment;
- (2) communicate accurately and completely with the Board to ensure that the Board (a) meets its primary objectives, set out in TEX. INS. CODE § 2210.107 and (b) complies with other applicable Texas law;
- (3) submit reinsurance and reinstatement arrangements to TDI for review and comment;
- (4) report to TDI quarterly on the status of litigation;
- (5) report to TDI monthly on (a) the status of depopulation efforts and (b) compliance with covenants related to any outstanding public securities;
- (6) provide TDI copies of the storm reports given to TWIA Executive management;
- (7) participate, when requested, in financial and operational update meetings between TWIA upper-level management and TDI personnel; and
- (8) promptly respond to inquiries, requests, and directives from the Commissioner or the Commissioner's Representative.

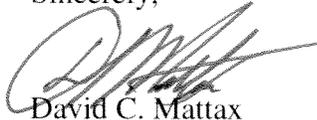
Mr. John Polak  
April 8, 2016  
Page 2

All information and documentation should be sent to:

John O. Alexander, RLO Director  
Financial Regulation Division  
Texas Department of Insurance  
P.O. Box 149104, Mail Code 303-1A  
Austin, TX 78714-9104  
(512) 676-6418 voice, (512) 512-322-5082 fax  
John.Alexander@tdi.texas.gov

TDI requests the information and documentation described above under its examination authority in chapter 401 of the Texas Insurance Code and reserves all of its rights, remedies, and powers under law.

Sincerely,



David C. Mattax  
Texas Commissioner of Insurance

cc: Georgia Neblett  
Chair, TWIA Board of Directors

**Number Permits Issued for period**

from: 01-MAR-16

To: 01-APR-16

|                                    | Total#:    | Job value:             | Fee Total:         | Payments:          |
|------------------------------------|------------|------------------------|--------------------|--------------------|
| <b>Building</b>                    | <b>500</b> | <b>\$14,913,851.13</b> | <b>\$72,051.82</b> | <b>\$72,051.82</b> |
| <b>Construction</b>                | <b>164</b> | <b>\$14,072,305.25</b> | <b>\$45,182.07</b> | <b>\$45,182.07</b> |
| <u>Commercial Building Permit</u>  | <b>54</b>  | <b>\$8,254,176.25</b>  | <b>\$21,018.50</b> | <b>\$21,018.50</b> |
| <u>Addition</u>                    | <b>1</b>   | <b>\$40,000.00</b>     | <b>\$500.25</b>    | <b>\$500.25</b>    |
| <u>New</u>                         | <b>5</b>   | <b>\$1,390,000.00</b>  | <b>\$3,860.50</b>  | <b>\$3,860.50</b>  |
| <u>Repair/Remodel</u>              | <b>48</b>  | <b>\$6,824,176.25</b>  | <b>\$16,657.75</b> | <b>\$16,657.75</b> |
| <u>Residential Building Permit</u> | <b>110</b> | <b>\$5,818,129.00</b>  | <b>\$24,163.57</b> | <b>\$24,163.57</b> |
| <u>Addition</u>                    | <b>8</b>   | <b>\$181,500.00</b>    | <b>\$2,813.50</b>  | <b>\$2,813.50</b>  |
| <u>Elevation</u>                   | <b>1</b>   | <b>\$6,000.00</b>      | <b>\$102.25</b>    | <b>\$102.25</b>    |
| <u>New</u>                         | <b>12</b>  | <b>\$4,791,233.00</b>  | <b>\$8,792.82</b>  | <b>\$8,792.82</b>  |
| <u>Repair/Remodel</u>              | <b>89</b>  | <b>\$839,396.00</b>    | <b>\$12,455.00</b> | <b>\$12,455.00</b> |
| <b>Misc Construction</b>           | <b>118</b> | <b>\$841,545.88</b>    | <b>\$10,335.75</b> | <b>\$10,335.75</b> |
| <u>Demolition Permit</u>           | <b>3</b>   | <b>\$0.00</b>          | <b>\$150.00</b>    | <b>\$150.00</b>    |
|                                    | <b>3</b>   | <b>\$0.00</b>          | <b>\$150.00</b>    | <b>\$150.00</b>    |
| <u>Fence Permit</u>                | <b>29</b>  | <b>\$64,813.00</b>     | <b>\$965.50</b>    | <b>\$965.50</b>    |
| <u>Repair</u>                      | <b>29</b>  | <b>\$64,813.00</b>     | <b>\$965.50</b>    | <b>\$965.50</b>    |
| <u>Roof Permit</u>                 | <b>64</b>  | <b>\$462,141.68</b>    | <b>\$4,404.50</b>  | <b>\$4,404.50</b>  |
| <u>Repair</u>                      | <b>64</b>  | <b>\$462,141.68</b>    | <b>\$4,404.50</b>  | <b>\$4,404.50</b>  |
| <u>Sign Permit</u>                 | <b>16</b>  | <b>\$44,091.20</b>     | <b>\$2,091.50</b>  | <b>\$2,091.50</b>  |
|                                    | <b>16</b>  | <b>\$44,091.20</b>     | <b>\$2,091.50</b>  | <b>\$2,091.50</b>  |
| <u>Swimming Pool Permit</u>        | <b>6</b>   | <b>\$270,500.00</b>    | <b>\$2,724.25</b>  | <b>\$2,724.25</b>  |
|                                    | <b>6</b>   | <b>\$270,500.00</b>    | <b>\$2,724.25</b>  | <b>\$2,724.25</b>  |
| <b>Trade Permits</b>               | <b>218</b> | <b>\$0.00</b>          | <b>\$16,534.00</b> | <b>\$16,534.00</b> |
| <u>Electrical Permit</u>           | <b>109</b> | <b>\$0.00</b>          | <b>\$8,511.00</b>  | <b>\$8,511.00</b>  |
| <u>New</u>                         | <b>2</b>   | <b>\$0.00</b>          | <b>\$40.00</b>     | <b>\$40.00</b>     |
| <u>Retrofit</u>                    | <b>107</b> | <b>\$0.00</b>          | <b>\$8,471.00</b>  | <b>\$8,471.00</b>  |
| <u>Mechanical Permit</u>           | <b>109</b> | <b>\$0.00</b>          | <b>\$8,023.00</b>  | <b>\$8,023.00</b>  |
| <u>New</u>                         | <b>3</b>   | <b>\$0.00</b>          | <b>\$200.50</b>    | <b>\$200.50</b>    |
| <u>Retrofit</u>                    | <b>106</b> | <b>\$0.00</b>          | <b>\$7,822.50</b>  | <b>\$7,822.50</b>  |
| <b>PublicWorks</b>                 | <b>94</b>  | <b>\$0.00</b>          | <b>\$8,035.00</b>  | <b>\$7,960.00</b>  |
| <b>Permit</b>                      | <b>94</b>  | <b>\$0.00</b>          | <b>\$8,035.00</b>  | <b>\$7,960.00</b>  |
| <u>Irrigation Commercial</u>       | <b>1</b>   | <b>\$0.00</b>          | <b>\$165.00</b>    | <b>\$165.00</b>    |
|                                    | <b>1</b>   | <b>\$0.00</b>          | <b>\$165.00</b>    | <b>\$165.00</b>    |

**Number Permits Issued for period**

from: 01-MAR-16

To: 01-APR-16

|                                      |           |               |                   |                   |
|--------------------------------------|-----------|---------------|-------------------|-------------------|
| <b>PublicWorks</b>                   | <b>94</b> | <b>\$0.00</b> | <b>\$8,035.00</b> | <b>\$7,960.00</b> |
| <b>Permit</b>                        | <b>94</b> |               |                   |                   |
| <u>Irrigation Residential Permit</u> | <b>7</b>  | <b>\$0.00</b> | <b>\$315.00</b>   | <b>\$315.00</b>   |
|                                      | <b>7</b>  | <b>\$0.00</b> | <b>\$315.00</b>   | <b>\$315.00</b>   |
| <u>Plumbing Permit</u>               | <b>86</b> | <b>\$0.00</b> | <b>\$7,555.00</b> | <b>\$7,480.00</b> |
| <u>Retrofit</u>                      | <b>86</b> | <b>\$0.00</b> | <b>\$7,555.00</b> | <b>\$7,480.00</b> |



**PROPERTY TAX REVENUE  
MARCH 2016 STATUS REPORT**

- FY 2016 property tax collections through March 2016** total \$25.1 million for current and delinquent taxes. This is a full \$2 million more than March collections last year. -October through March collections historically average 92.3 to 92.9 percent of the fiscal year’s total taxes. And there is a wide variation on this pattern because taxes are due and payable until January 31 and much of the taxes paid on time are not recorded until February.
- Based on the year to date total, the trend based estimate of property tax collections** for FY 2016, including current and delinquent taxes but not penalties and interest, would be \$27.07 million. This is down \$294,000 from last month’s FY 2016 ending projection using February collections year to date. It appears that this is due to the increasing numbers of taxpayers opting for the semiannual payment plan as discussed in the next point.
- A recent years’ trend is emerging that is causing more taxes to be collected late in the Fiscal Year. Increasing numbers of taxpayers are opting for the **semiannual payment options** with taxes payable December 1 and July 1. Taxpayers are also apparently opting for the quarterly payment option as well with installment payments due February 1, April 1, June 1, and August 1. Since tax year 2012 (fiscal year 2013), this has increased collections after June 1 considerably. Total collections for June-September last year were 5.2 percent of the final total or \$1.31 million up from 3.1 percent just five years ago (see below).

| Fiscal Year | June-Sept Collections | Percent of Total Collected |
|-------------|-----------------------|----------------------------|
| 2010        | \$684,310             | 3.09%                      |
| 2011        | \$939,699             | 4.13%                      |
| 2012        | \$995,932             | 4.25%                      |
| 2013        | \$1,185,000           | 4.87%                      |
| 2014        | \$1,274,127           | 5.14%                      |
| 2015        | \$1,306,956           | 5.23%                      |

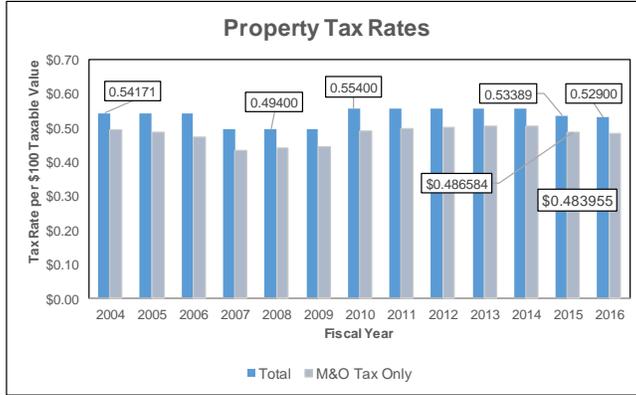
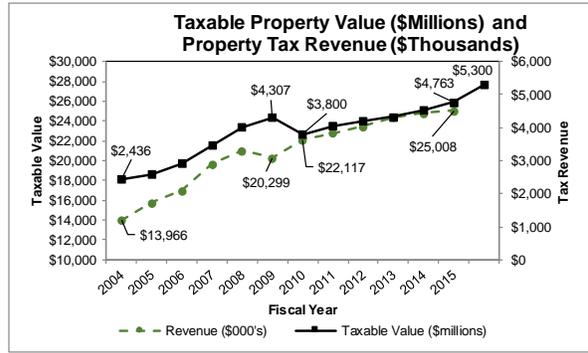
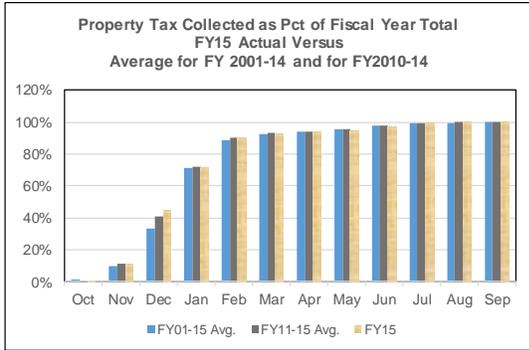
- Based on preliminary information we know this trend is continuing. The chart below shows that there is an additional \$446,000 in **partial payments (semiannual and quarterly)** likely to be paid between now and the end of the year as compared with same time last year. The trend projection of \$27.07 million does not capture this \$446,000 that will likely add to the surge in late payments shown above.

|                    | Quarterly Pmts   | Semiannual Pmts    | Total Partial Pmt Plans |
|--------------------|------------------|--------------------|-------------------------|
| TY 2014 Levy       | \$346,906        | \$1,556,465        | \$1,903,371             |
| Paid 3/31/15       | \$171,431        | \$783,568          | \$954,999               |
| <b>Balance Due</b> | <b>\$175,475</b> | <b>\$772,897</b>   | <b>\$948,372</b>        |
| TY 2015 Levy       | \$436,491        | \$2,601,561        | \$3,038,052             |
| Paid 3/31/16       | \$230,626        | \$1,422,737        | \$1,653,363             |
| <b>Balance Due</b> | <b>\$205,865</b> | <b>\$1,178,824</b> | <b>\$1,384,689</b>      |

- Assuming that 95% of the \$446,000 above is collected, the total collected for FY 2016 should be at least a full percent (\$270,000) higher than the trend projects. **The March 2016 property tax revenue estimate for FY 2016 is \$27.34 million.**

**PROPERTY TAX COLLECTIONS**  
**MONTHLY AND YEAR TO DATE TOTALS FY 2001-2016**  
**CURRENT AND DELINQUENT ONLY: NO PENALTIES AND INTEREST**

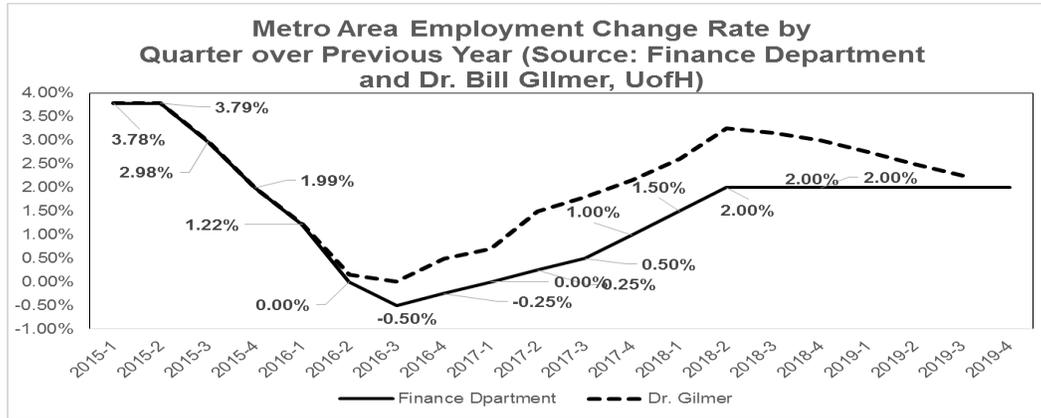
| MONTHLY AND YEAR TO DATE TOTALS FY 2001-2016<br>CURRENT AND DELINQUENT TAX TOTALS ONLY (NO PENALTY AND INTEREST) |              |              |               |               |               |               |               |               |               |               |               |               |
|--|--------------|--------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| 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  | 1,681,514.42  | 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   | 149,908.65   | 2,673,227.92 | 8,261,161.18  | 6,671,140.80  | 4,771,248.84  | 581,776.23    | 317,780.62    | 274,947.71    | 557,633.45    | 554,670.98    | 115,533.73    | 79,117.99     |
| 2016   | 106,274.13   | 2,297,710.65 | 9,978,424.61  | 8,374,909.94  | 3,895,527.94  | 482,070.19    |               |               |               |               |               |               |
| YEAR TO DATE PROPERTY TAX COLLECTION TOTALS  |              |              |               |               |               |               |               |               |               |               |               |               |
| Fiscal Year  | 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    | 2,081,768.13 | 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   | 149,908.65   | 2,823,136.57 | 11,084,297.75 | 17,755,438.55 | 22,526,687.39 | 23,108,463.62 | 23,426,244.24 | 23,701,191.95 | 24,258,625.40 | 24,813,496.38 | 24,929,030.11 | 25,008,148.10 |
| 2016   | 106,274.13   | 2,403,984.78 | 12,382,409.39 | 20,757,319.33 | 24,652,847.27 | 25,134,917.46 |               |               |               |               |               |               |
| YTD PROPERTY TAX COLLECTION TOTALS AS PERCENT OF YEAREND TOTAL   |              |              |               |               |               |               |               |               |               |               |               |               |
| Fiscal Year  | 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%        |
| 2015   | 0.6%         | 11.3%        | 44.3%         | 71.0%         | 90.1%         | 92.4%         | 93.7%         | 94.8%         | 97.0%         | 99.2%         | 99.7%         | 100.0%        |
| 2001-15 Avg  | 1.7%         | 9.7%         | 33.5%         | 70.9%         | 88.9%         | 92.3%         | 93.7%         | 95.1%         | 97.5%         | 99.1%         | 99.6%         | 100.0%        |
| 5 Yrs Max Rev (2011)   | 0.2%         | 10.4%        | 35.4%         | 68.9%         | 89.5%         | 92.4%         | 93.7%         | 94.8%         | 97.0%         | 99.1%         | 99.6%         | 100.0%        |
| 5 Yrs Min Rev (2015)   | 2.4%         | 13.3%        | 44.3%         | 75.7%         | 90.6%         | 93.2%         | 94.7%         | 95.9%         | 97.7%         | 99.4%         | 99.7%         | 100.0%        |
| 5 Yrs Avg  | 0.8%         | 11.5%        | 40.6%         | 71.7%         | 90.1%         | 92.9%         | 94.1%         | 95.3%         | 97.5%         | 99.2%         | 99.7%         | 100.0%        |
| FY 2016 Projected (Trends only - Partial Payment Plans not included)   |              |              |               |               |               |               |               |               |               |               |               |               |
| 2001-15 Avg  | \$6,276,000  | \$24,732,000 | \$36,948,000  | \$29,296,000  | \$27,723,000  | \$27,236,000  |               |               |               |               |               |               |
| 5 Yrs Max Rev (2011)   | \$53,137,000 | \$23,115,000 | \$34,979,000  | \$30,127,000  | \$27,545,000  | \$27,202,000  |               |               |               |               |               |               |
| 5 Yrs Min Rev (2015)   | \$4,428,000  | \$18,075,000 | \$27,951,000  | \$27,421,000  | \$27,211,000  | \$26,969,000  |               |               |               |               |               |               |
| 5 Yrs Avg  | \$12,960,000 | \$20,832,000 | \$30,514,000  | \$28,950,000  | \$27,362,000  | \$27,068,000  |               |               |               |               |               |               |
| 2016 Budgeted  | \$26,889,000 | \$26,889,000 | \$26,889,000  | \$26,889,000  | \$26,889,000  | \$26,889,000  |               |               |               |               |               |               |
| 2016 Adjusted  | \$26,889,000 | \$26,889,000 | \$26,889,000  | \$27,084,000  | \$27,084,000  | \$27,084,000  |               |               |               |               |               |               |



**CITY OF GALVESTON SALES TAX MODEL  
APRIL 2016**

**FY 2016 Sales Tax Estimate Overview**

April's sales tax received by the City from the State Comptroller's Office totaled \$1,287,680 for the full two percent revenue amount. The City's share, net of the IDC one-half percent reserved for specific economic development project categories, was \$955,760, 2.9 percent less than the amount received in April 2015. Five months into FY 2016, the City's sales tax collections are 1.9% ahead of last fiscal year. On a pure trend basis, if FY 2016 turns out to be like the last fifteen years, excluding 2007 and 2008 when sales tax revenue underperformed the longer term trend in the latter part of the year, FY 2016 would see \$15,007,000 total sales tax revenue. This would be \$258,000 under Budget.



Modeled sales tax projections depend on metro area employment as the key driver of revenue. Since the FY 2016 Budget estimate for sales tax was formulated in July, 2015, Houston's 2016 employment picture has worsened. Dr. Robert Gilmer of the University of Houston has adjusted his employment forecast to account for the mainstream energy sector forecast which does not project recovering oil prices and drilling activity until 2017. The Greater Houston Partnership's 2016 employment forecast is very close to Dr. Gilmer's. Based on recent local economic trends, the Finance Department is offering a more conservative recovery in employment shown in the graph above as the basis for this month's update of sales tax revenue projections.

| Fiscal Year | July 2015 Revenue Forecast (\$000's) | April 2016 Forecast (\$000's) | Current Forecast Over/ (Under July '15) | Percent Difference |
|-------------|--------------------------------------|-------------------------------|---|--------------------|
| FY 2016     | \$15,264.6                           | \$15,080.7                    | (\$183.9)                               | -1.20%             |
| FY 2017     | \$16,014.4                           | \$15,830.6                    | (\$183.8)                               | -1.15%             |
| FY 2018     | \$16,794.1                           | \$16,847.0                    | \$52.9                                  | 0.31%              |
| FY 2019     | \$17,503.9                           | \$17,666.3                    | \$162.4                                 | 0.93%              |

As shown in the table above, FY 2016 sales tax revenue is modeled to be \$183,900 under budget at \$15,080,700. This is very close to the trend of \$15,007,000 mentioned above. Therefore, the April 2016 estimate of FY 2016 sales tax revenue will split the difference at approximately \$15,050,000 which is \$215,000 under budget and \$344,000 or 2.3 percent over last fiscal year.

As additional months' receipts are received, the trend will continue to be compared with the model to produce a balanced, conservative yearend estimate.

## GALVESTON SALES TAX REVENUE BY MONTH FISCAL YEARS 2013- 2016

| MONTH                            | 2013 (Full 2% Receipts) | 2014 (Full 2% Receipts) | 2015 (Full 2% Receipts) | 2016 (Full 2% Receipts) | Pct Over Same Mo Last FY | <div style="text-align: center;"> <p style="font-size: small;">CITY OF GALVESTON SALES TAX REVENUE RECEIVED FROM STATE COMPTROLLER, FY2003-2015</p> </div> |                            |                           |                                    |                    |                |             |
|----------------------------------|-------------------------|-------------------------|-------------------------|-------------------------|--------------------------|--|----------------------------|---------------------------|------------------------------------|--------------------|----------------|-------------|
| DEC                              | 1,259,799.43            | 1,291,651.32            | 1,394,471.33            | 1,366,645.51            | -2.00%                   |  |                            |                           |                                    |                    |                |             |
| JAN                              | 1,140,069.77            | 1,206,491.83            | 1,271,065.03            | 1,346,250.59            | 5.92%                    |  |                            |                           |                                    |                    |                |             |
| FEB                              | 1,503,560.37            | 1,580,661.09            | 1,727,234.37            | 1,775,748.53            | 2.81%                    |  |                            |                           |                                    |                    |                |             |
| MAR                              | 1,248,434.02            | 1,196,353.19            | 1,267,941.59            | 1,345,136.83            | 6.09%                    |  |                            |                           |                                    |                    |                |             |
| APR                              | 1,183,430.49            | 1,306,266.44            | 1,326,316.48            | 1,287,680.31            | -2.91%                   |  |                            |                           |                                    |                    |                |             |
| MAY                              | 1,702,991.96            | 1,673,131.09            | 1,883,450.03            |                         |                          |  |                            |                           |                                    |                    |                |             |
| JUN                              | 1,341,757.16            | 1,543,703.81            | 1,521,566.83            |                         |                          |  |                            |                           |                                    |                    |                |             |
| JUL                              | 1,464,185.50            | 1,571,501.29            | 1,608,255.60            |                         |                          |  |                            |                           |                                    |                    |                |             |
| AUG                              | 1,901,816.89            | 2,017,138.85            | 2,108,830.18            |                         |                          |  |                            |                           |                                    |                    |                |             |
| SEP                              | 1,867,947.38            | 2,131,203.89            | 1,932,921.75            |                         |                          |  |                            |                           |                                    |                    |                |             |
| OCT                              | 1,702,391.19            | 1,908,135.36            | 1,754,317.72            |                         |                          |  |                            |                           |                                    |                    |                |             |
| NOV                              | 1,583,462.97            | 1,642,812.02            | 1,811,499.15            |                         |                          |  |                            |                           |                                    |                    |                |             |
|                                  | 17,899,847.13           | 19,069,050.18           | 19,607,870.06           |                         |                          |  |                            |                           |                                    |                    |                |             |
|                                  | 3.2%                    |                         |                         |                         |                          |  |                            |                           |                                    |                    |                |             |
| <b>YTD Totals</b>                |                         |                         |                         |                         |                          | <b>FY15 ACTUAL</b>   | 14,705,903                 | <b>FY15 ESTIMATE</b>      | 14,819,000                         | <b>FY16 BUDGET</b> | 15,265,000     |             |
|                                  |                         |                         |                         |                         |                          | <b>GENERAL FUND PROJECTIONS (1.5%)</b>   |                            |                           | <b>FULL 2% PROJECTIONS</b>         |                    |                |             |
|                                  |                         |                         |                         |                         |                          | <b>LOW</b>   | <b>AVERAGE</b>             | <b>HIGH</b>               | <b>AVG FY10-15</b>                 | <b>LOW</b>         | <b>AVERAGE</b> | <b>HIGH</b> |
| DEC                              | 1,259,799.43            | 1,291,651.32            | 1,394,471.33            | 1,366,645.51            | -2.00%                   | 14,710,000   | 14,861,000                 | 16,291,000                | 14,931,000                         | 19,613,000         | 19,814,000     | 21,721,000  |
| JAN                              | 2,399,869.20            | 2,498,143.15            | 2,665,536.36            | 2,712,896.10            | 1.78%                    | 14,179,000   | 15,356,000                 | 18,241,000                | 15,661,000                         | 18,905,000         | 20,475,000     | 24,321,000  |
| FEB                              | 3,903,429.57            | 4,078,804.24            | 4,392,770.73            | 4,488,644.63            | 2.18%                    | 14,104,000   | 15,131,000                 | 16,048,000                | 15,439,000                         | 18,805,000         | 20,175,000     | 21,397,000  |
| MAR                              | 5,151,863.59            | 5,275,157.43            | 5,660,712.32            | 5,833,781.46            | 3.06%                    | 13,816,000   | 15,110,000                 | 15,620,000                | 15,439,000                         | 18,421,000         | 20,146,000     | 20,827,000  |
| APR                              | 6,335,294.08            | 6,581,423.87            | 6,987,028.80            | 7,121,461.77            | 1.92%                    | 14,132,000   | <b>15,007,000</b>          | 15,789,000                | 15,338,000                         | 18,843,000         | 20,009,000     | 21,052,000  |
| MAY                              | 8,038,286.04            | 8,254,554.96            | 8,870,478.83            |                         |                          |  |                            |                           |                                    |                    |                |             |
| JUN                              | 9,380,043.20            | 9,798,258.77            | 10,392,045.66           |                         |                          |  |                            |                           |                                    |                    |                |             |
| JUL                              | 10,844,228.70           | 11,369,760.06           | 12,000,301.26           |                         |                          |  |                            |                           |                                    |                    |                |             |
| AUG                              | 12,746,045.59           | 13,386,898.91           | 14,109,131.44           |                         |                          |  |                            |                           |                                    |                    |                |             |
| SEP                              | 14,613,992.97           | 15,518,102.80           | 16,042,053.19           |                         |                          |  |                            |                           |                                    |                    |                |             |
| OCT                              | 16,316,384.16           | 17,426,238.16           | 17,796,370.91           |                         |                          |  |                            |                           |                                    |                    |                |             |
| NOV                              | 17,899,847.13           | 19,069,050.18           | 19,607,870.06           |                         |                          |  |                            |                           |                                    |                    |                |             |
| COG 1.5%                         | 13,424,885.35           | 14,301,787.64           | 14,705,902.55           |                         |                          |  |                            |                           |                                    |                    |                |             |
| <b>Percent of Yearend Totals</b> |                         |                         |                         |                         |                          | <b>Highest Percent YTD</b>   | <b>Average Percent YTD</b> | <b>Lowest Percent YTD</b> | <b>Average Percent YTD FY10-15</b> |                    |                |             |
| DEC                              | 7.04%                   | 6.77%                   | 7.11%                   |                         |                          | 7.11%  | 6.90%                      | 6.42%                     | 6.87%                              |                    |                |             |
| JAN                              | 13.41%                  | 13.10%                  | 13.59%                  |                         |                          | 14.10%   | 13.25%                     | 10.96%                    | 12.99%                             |                    |                |             |
| FEB                              | 21.81%                  | 21.39%                  | 22.40%                  |                         |                          | 23.36%   | 22.25%                     | 20.53%                    | 21.81%                             |                    |                |             |
| MAR                              | 28.78%                  | 27.66%                  | 28.87%                  |                         |                          | 30.73%   | 28.96%                     | 27.18%                    | 28.34%                             |                    |                |             |
| APR                              | 35.39%                  | 34.51%                  | 35.63%                  |                         |                          | 37.08%   | 35.59%                     | 33.19%                    | 34.82%                             |                    |                |             |
| MAY                              | 44.91%                  | 43.29%                  | 45.24%                  |                         |                          | 46.87%   | 45.17%                     | 42.40%                    | 44.34%                             |                    |                |             |
| JUN                              | 52.40%                  | 51.38%                  | 53.00%                  |                         |                          | 54.33%   | 52.63%                     | 49.93%                    | 51.86%                             |                    |                |             |
| JUL                              | 60.58%                  | 59.62%                  | 61.20%                  |                         |                          | 62.13%   | 60.78%                     | 58.17%                    | 59.97%                             |                    |                |             |
| AUG                              | 71.21%                  | 70.20%                  | 71.96%                  |                         |                          | 72.96%   | 71.69%                     | 69.80%                    | 71.01%                             |                    |                |             |
| SEP                              | 81.64%                  | 81.38%                  | 81.81%                  |                         |                          | 82.67%   | 81.53%                     | 80.35%                    | 81.31%                             |                    |                |             |
| OCT                              | 91.15%                  | 91.38%                  | 90.76%                  |                         |                          | 91.38%   | 90.53%                     | 89.87%                    | 90.66%                             |                    |                |             |
| NOV                              | 100.00%                 | 100.00%                 | 100.00%                 |                         |                          | 100.00%  | 100.00%                    | 100.00%                   | 100.00%                            |                    |                |             |

### City of Galveston Sales Tax 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 quarters 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.

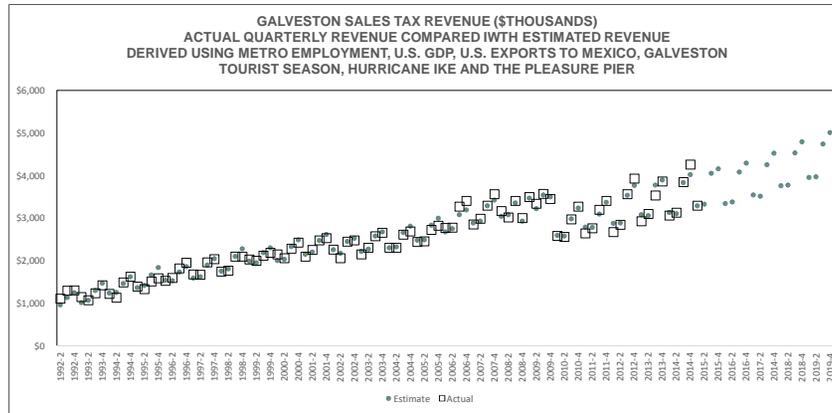
Sales Tax Econometric Forecast  
Date: 4/7/2016

| FY   | Fiscal Year | CONSTANT = A | 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 with CPI |                                     | 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             | 3.063                               | -0.01976                      | 1.631                               | -4.894                       | 526.3                               | 125.7                    | 0.2222                              |                          |                                     |                                   |                                     |   |                                     |  |                  |                               |              |
|      |             |              | 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      | -4071        | 1,780.3                  | 5,453.1                             | \$9,188.9                     | (181.6)                             | 0.00                         | 0.0                                 | 453.40                   | (2,218.9)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$8,900.00                                  | 1,977.6                             | \$959.2                                    | \$1,106.6        | \$147.4                       | 13.3%        |
| 1992 | 1992-3      | -4071        | 1,777.5                  | 5,444.3                             | \$9,789.5                     | (193.4)                             | 129.10                       | 210.6                               | 460.29                   | (2,252.7)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$8,955.85                                  | 1,990.0                             | \$1,127.8                                  | \$1,292.8        | \$165.0                       | 12.8%        |
| 1992 | 1992-4      | -4071        | 1,785.6                  | 5,469.3                             | \$10,391.3                    | (205.3)                             | 181.90                       | 296.7                               | 459.58                   | (2,249.2)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$8,996.85                                  | 1,999.1                             | \$1,239.6                                  | \$1,300.2        | \$60.6                        | 4.7%         |
| 1993 | 1993-1      | -4071        | 1,795.3                  | 5,499.0                             | \$10,204.4                    | (201.6)                             | 0.00                         | 0.0                                 | 456.10                   | (2,232.2)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,069.70                                  | 2,015.3                             | \$1,009.5                                  | \$1,142.6        | \$133.1                       | 11.6%        |
| 1993 | 1993-2      | -4071        | 1,797.4                  | 5,505.3                             | \$10,207.1                    | (201.7)                             | 0.00                         | 0.0                                 | 450.77                   | (2,206.1)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,173.25                                  | 2,038.3                             | \$1,064.8                                  | \$1,070.7        | \$5.9                         | 0.6%         |
| 1993 | 1993-3      | -4071        | 1,800.8                  | 5,515.9                             | \$10,235.8                    | (202.3)                             | 132.40                       | 215.9                               | 453.95                   | (2,212.6)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,268.35                                  | 2,059.4                             | \$1,235.5                                  | \$1,235.5        | (\$60.8)                      | -4.9%        |
| 1993 | 1993-4      | -4071        | 1,820.4                  | 5,575.9                             | \$10,765.7                    | (212.7)                             | 186.20                       | 303.7                               | 451.41                   | (2,209.2)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,359.85                                  | 2,079.8                             | \$1,466.5                                  | \$1,420.4        | (\$46.1)                      | -3.2%        |
| 1994 | 1994-1      | -4071        | 1,836.6                  | 5,625.4                             | \$9,825.6                     | (194.2)                             | 0.00                         | 0.0                                 | 453.06                   | (2,217.3)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,415.30                                  | 2,092.1                             | \$1,235.0                                  | \$1,222.8        | (\$12.2)                      | -1.0%        |
| 1994 | 1994-2      | -4071        | 1,837.1                  | 5,627.0                             | \$10,753.7                    | (212.5)                             | 0.00                         | 0.0                                 | 448.72                   | (2,196.0)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,452.10                                  | 2,100.3                             | \$1,247.8                                  | \$1,127.4        | (\$120.4)                     | -10.7%       |
| 1994 | 1994-3      | -4071        | 1,844.5                  | 5,649.7                             | \$11,859.3                    | (234.3)                             | 137.10                       | 223.6                               | 453.55                   | (2,219.7)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,503.20                                  | 2,111.6                             | \$1,459.9                                  | \$1,487.0        | \$27.1                        | 1.8%         |
| 1994 | 1994-4      | -4071        | 1,866.2                  | 5,716.0                             | \$12,620.1                    | (249.4)                             | 194.90                       | 317.9                               | 455.46                   | (2,229.0)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,589.90                                  | 2,130.9                             | \$1,615.4                                  | \$1,626.9        | \$11.5                        | 0.7%         |
| 1995 | 1995-1      | -4071        | 1,887.4                  | 5,781.1                             | \$13,043.3                    | (257.7)                             | 0.00                         | 0.0                                 | 458.16                   | (2,242.2)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,700.85                                  | 2,155.5                             | \$1,365.7                                  | \$1,393.5        | \$27.8                        | 2.0%         |
| 1995 | 1995-2      | -4071        | 1,898.4                  | 5,814.8                             | \$13,320.8                    | (263.2)                             | 0.00                         | 0.0                                 | 458.92                   | (2,246.0)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,814.80                                  | 2,180.8                             | \$1,415.4                                  | \$1,335.3        | (\$80.1)                      | -6.0%        |
| 1995 | 1995-3      | -4071        | 1,905.7                  | 5,837.0                             | \$11,594.2                    | (229.1)                             | 139.00                       | 226.7                               | 470.02                   | (2,300.3)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,910.55                                  | 2,202.1                             | \$1,665.4                                  | \$1,514.5        | (\$150.9)                     | -10.0%       |
| 1995 | 1995-4      | -4071        | 1,925.1                  | 5,896.4                             | \$10,867.7                    | (214.7)                             | 196.10                       | 319.8                               | 473.90                   | (2,319.2)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$9,996.10                                  | 2,221.1                             | \$1,832.4                                  | \$1,585.5        | (\$246.9)                     | -15.6%       |
| 1996 | 1996-1      | -4071        | 1,943.5                  | 5,952.9                             | \$11,715.2                    | (231.5)                             | 0.00                         | 0.0                                 | 480.48                   | (2,351.5)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,069.70                                 | 2,237.5                             | \$1,536.4                                  | \$1,529.7        | (\$6.7)                       | -0.4%        |
| 1996 | 1996-2      | -4071        | 1,946.4                  | 5,961.7                             | \$12,115.0                    | (239.4)                             | 0.00                         | 0.0                                 | 483.71                   | (2,367.3)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,104.50                                 | 2,245.2                             | \$1,529.2                                  | \$1,595.5        | \$66.3                        | 4.2%         |
| 1996 | 1996-3      | -4071        | 1,950.7                  | 5,975.0                             | \$13,000.4                    | (256.9)                             | 143.00                       | 233.2                               | 491.98                   | (2,407.7)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,165.45                                 | 2,258.8                             | \$1,731.4                                  | \$1,818.1        | \$86.7                        | 4.8%         |
| 1996 | 1996-4      | -4071        | 1,969.3                  | 6,032.0                             | \$13,659.5                    | (269.9)                             | 199.90                       | 326.0                               | 497.52                   | (2,434.9)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,245.00                                 | 2,276.4                             | \$1,858.6                                  | \$1,957.3        | \$98.7                        | 5.0%         |
| 1997 | 1997-1      | -4071        | 1,993.6                  | 6,106.2                             | \$14,347.2                    | (283.5)                             | 0.00                         | 0.0                                 | 501.24                   | (2,453.1)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,314.95                                 | 2,292.0                             | \$1,590.6                                  | \$1,675.2        | \$84.6                        | 5.1%         |
| 1997 | 1997-2      | -4071        | 2,009.3                  | 6,154.3                             | \$15,784.5                    | (311.9)                             | 0.00                         | 0.0                                 | 504.92                   | (2,471.1)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,439.05                                 | 2,319.6                             | \$1,619.9                                  | \$1,670.1        | \$50.2                        | 3.0%         |
| 1997 | 1997-3      | -4071        | 2,023.5                  | 6,198.0                             | \$15,671.8                    | (309.7)                             | 145.00                       | 236.5                               | 512.76                   | (2,509.4)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,578.10                                 | 2,350.5                             | \$1,894.9                                  | \$1,958.4        | \$63.5                        | 3.2%         |
| 1997 | 1997-4      | -4071        | 2,052.1                  | 6,285.4                             | \$17,053.3                    | (337.0)                             | 203.60                       | 332.1                               | 519.48                   | (2,542.4)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,682.95                                 | 2,373.8                             | \$2,040.9                                  | \$2,036.7        | (\$4.2)                       | -0.2%        |
| 1998 | 1998-1      | -4071        | 2,085.2                  | 6,387.0                             | \$18,581.2                    | (367.2)                             | 0.00                         | 0.0                                 | 529.31                   | (2,590.5)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,780.00                                 | 2,395.3                             | \$1,753.6                                  | \$1,745.7        | (\$7.9)                       | -0.5%        |
| 1998 | 1998-2      | -4071        | 2,108.1                  | 6,457.0                             | \$20,082.2                    | (396.8)                             | 0.00                         | 0.0                                 | 532.07                   | (2,604.0)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$10,902.55                                 | 2,422.5                             | \$1,807.7                                  | \$1,767.0        | (\$40.7)                      | -2.3%        |
| 1998 | 1998-3      | -4071        | 2,128.0                  | 6,518.1                             | \$19,566.7                    | (386.6)                             | 146.40                       | 238.8                               | 543.44                   | (2,659.6)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$11,054.10                                 | 2,456.2                             | \$2,095.9                                  | \$2,094.6        | (\$1.3)                       | -0.1%        |
| 1998 | 1998-4      | -4071        | 2,159.7                  | 6,615.2                             | \$19,253.2                    | (380.4)                             | 206.40                       | 336.6                               | 552.37                   | (2,703.3)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$11,167.15                                 | 2,481.3                             | \$2,278.4                                  | \$2,094.9        | (\$183.5)                     | -8.8%        |
| 1999 | 1999-1      | -4071        | 2,185.8                  | 6,695.1                             | \$19,219.3                    | (379.8)                             | 0.00                         | 0.0                                 | 565.00                   | (2,765.1)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$11,265.75                                 | 2,503.2                             | \$1,982.4                                  | \$2,030.1        | \$47.7                        | 2.3%         |
| 1999 | 1999-2      | -4071        | 2,186.7                  | 6,697.9                             | \$20,733.4                    | (409.7)                             | 0.00                         | 0.0                                 | 571.94                   | (2,799.1)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$11,376.10                                 | 2,527.8                             | \$1,945.9                                  | \$1,999.7        | \$53.8                        | 2.7%         |
| 1999 | 1999-3      | -4071        | 2,177.4                  | 6,669.4                             | \$18,947.4                    | (374.4)                             | 148.30                       | 241.9                               | 579.41                   | (2,835.6)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$11,505.80                                 | 2,556.6                             | \$2,186.9                                  | \$2,121.1        | (\$65.8)                      | -3.1%        |
| 1999 | 1999-4      | -4071        | 2,186.6                  | 6,697.6                             | \$20,375.6                    | (402.6)                             | 208.50                       | 340.1                               | 584.07                   | (2,858.5)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$11,675.65                                 | 2,594.3                             | \$2,299.9                                  | \$2,183.9        | (\$116.0)                     | -5.3%        |
| 2000 | 2000-1      | -4071        | 2,205.3                  | 6,754.8                             | \$22,400.4                    | (442.6)                             | 0.00                         | 0.0                                 | 585.37                   | (2,864.8)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$11,817.70                                 | 2,625.9                             | \$2,002.3                                  | \$2,150.1        | \$147.8                       | 6.9%         |
| 2000 | 2000-2      | -4071        | 2,213.1                  | 6,778.7                             | \$25,185.5                    | (497.7)                             | 0.00                         | 0.0                                 | 578.57                   | (2,831.5)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$11,913.60                                 | 2,647.2                             | \$2,025.7                                  | \$2,057.3        | \$31.6                        | 1.5%         |
| 2000 | 2000-3      | -4071        | 2,223.6                  | 6,810.7                             | \$26,069.9                    | (515.1)                             | 153.40                       | 250.2                               | 577.07                   | (2,824.2)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,037.80                                 | 2,674.8                             | \$2,325.4                                  | \$2,285.1        | (\$40.3)                      | -1.8%        |
| 2000 | 2000-4      | -4071        | 2,245.0                  | 6,876.4                             | \$27,594.8                    | (545.3)                             | 216.20                       | 352.6                               | 580.12                   | (2,839.1)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,218.20                                 | 2,714.9                             | \$2,488.5                                  | \$2,428.5        | (\$60.0)                      | -2.5%        |
| 2001 | 2001-1      | -4071        | 2,263.7                  | 6,933.6                             | \$29,289.1                    | (578.8)                             | 0.00                         | 0.0                                 | 587.26                   | (2,874.1)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,341.20                                 | 2,742.2                             | \$2,151.9                                  | \$2,094.2        | (\$57.7)                      | -2.8%        |
| 2001 | 2001-2      | -4071        | 2,270.8                  | 6,955.3                             | \$28,395.2                    | (561.1)                             | 0.00                         | 0.0                                 | 590.93                   | (2,892.0)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,475.80                                 | 2,772.1                             | \$2,203.3                                  | \$2,253.3        | \$50.0                        | 2.2%         |
| 2001 | 2001-3      | -4071        | 2,276.4                  | 6,972.5                             | \$26,688.3                    | (527.4)                             | 159.60                       | 260.3                               | 605.99                   | (2,965.7)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,600.10                                 | 2,799.7                             | \$2,468.4                                  | \$2,476.4        | \$8.0                         | 0.3%         |
| 2001 | 2001-4      | -4071        | 2,286.9                  | 7,004.8                             | \$25,252.5                    | (499.0)                             | 222.00                       | 362.1                               | 610.98                   | (2,990.1)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,643.50                                 | 2,809.4                             | \$2,616.2                                  | \$2,532.2        | (\$84.0)                      | -3.3%        |
| 2002 | 2002-1      | -4071        | 2,288.6                  | 7,009.8                             | \$24,399.0                    | (482.1)                             | 0.00                         | 0.0                                 | 616.66                   | (3,017.9)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,661.30                                 | 2,813.3                             | \$2,252.1                                  | \$2,262.9        | \$10.8                        | 0.5%         |
| 2002 | 2002-2      | -4071        | 2,279.0                  | 6,980.6                             | \$24,956.7                    | (493.1)                             | 0.00                         | 0.0                                 | 626.24                   | (3,034.8)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,676.80                                 | 2,816.8                             | \$2,168.5                                  | \$2,060.3        | (\$108.2)                     | -5.3%        |
| 2002 | 2002-3      | -4071        | 2,274.5                  | 6,966.8                             | \$22,607.9                    | (446.7)                             | 158.60                       | 258.7                               | 629.73                   | (3,081.9)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,690.20                                 | 2,819.8                             | \$2,445.7                                  | \$2,449.9        | \$4.2                         | 0.2%         |
| 2002 | 2002-4      | -4071        | 2,279.1                  | 6,980.7                             | \$24,875.7                    | (491.5)                             | 224.10                       | 365.5                               | 629.63                   | (3,081.4)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,687.70                                 | 2,819.2                             | \$2,521.5                                  | \$2,478.9        | (\$42.6)                      | -1.7%        |
| 2003 | 2003-1      | -4071        | 2,280.3                  | 6,984.6                             | \$24,805.1                    | (490.1)                             | 0.00                         | 0.0                                 | 621.79                   | (3,043.0)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,763.80                                 | 2,836.1                             | \$2,216.6                                  | \$2,145.5        | (\$71.1)                      | -3.3%        |
| 2003 | 2003-2      | -4071        | 2,272.2                  | 6,959.6                             | \$25,181.4                    | (497.6)                             | 0.00                         | 0.0                                 | 608.90                   | (2,979.9)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,857.65                                 | 2,857.0                             | \$2,268.1                                  | \$2,309.0        | \$40.9                        | 1.8%         |
| 2003 | 2003-3      | -4071        | 2,263.3                  | 6,932.3                             | \$22,677.8                    | (448.1)                             | 162.50                       | 265.0                               | 607.63                   | (2,973.8)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,924.40                                 | 2,871.8                             | \$2,576.2                                  | \$2,573.9        | (\$2.3)                       | -0.1%        |
| 2003 | 2003-4      | -4071        | 2,261.3                  | 6,926.2                             | \$23,909.5                    | (472.5)                             | 229.70                       | 374.6                               | 606.22                   | (2,966.8)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,959.90                                 | 2,879.7                             | \$2,670.2                                  | \$2,655.3        | (\$14.9)                      | -0.6%        |
| 2004 | 2004-1      | -4071        | 2,262.6                  | 6,930.2                             | \$24,379.3                    | (481.7)                             | 0.00                         | 0.0                                 | 605.63                   | (2,964.0)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$12,997.60                                 | 2,888.1                             | \$2,301.6                                  | \$2,308.3        | \$7.7                         | 0.3%         |
| 2004 | 2004-2      | -4071        | 2,263.9                  | 6,934.3                             | \$26,445.1                    | (522.6)                             | 0.00                         | 0.0                                 | 599.19                   | (2,932.4)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$13,091.65                                 | 2,909.0                             | \$2,317.3                                  | \$2,308.3        | (\$9.0)                       | -0.4%        |
| 2004 | 2004-3      | -4071        | 2,267.2                  | 6,944.3                             | \$25,869.5                    | (511.2)                             | 169.50                       | 276.5                               | 598.41                   | (2,928.6)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$13,262.25                                 | 2,946.9                             | \$2,656.9                                  | \$2,611.7        | (\$45.2)                      | -1.7%        |
| 2004 | 2004-4      | -4071        | 2,276.6                  | 6,973.2                             | \$27,729.9                    | (547.9)                             | 236.70                       | 386.1                               | 596.39                   | (2,918.7)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$13,450.55                                 | 2,988.7                             | \$2,810.4                                  | \$2,687.7        | (\$122.7)                     | -4.6%        |
| 2005 | 2005-1      | -4071        | 2,290.3                  | 7,015.2                             | \$27,854.7                    | (550.4)                             | 0.00                         | 0.0                                 | 598.99                   | (2,931.5)                           | 0.0                      | 0.0                                 | 0.00                              | 0.00                                | \$13,567.60                                 | 3,014.7                             | \$2,477.0                                  | \$2,440.5        | (\$36.5)                      | -1.5%        |
| 2005 | 2005-2      | -4071        | 2,299.5                  | 7,043.4                             | \$29,277.2                    | (578.5)                             | 0.00                         | 0.                                  |                          |                                     |                          |                                     |                                   |                                     |   |                                     |  |                  |                               |              |

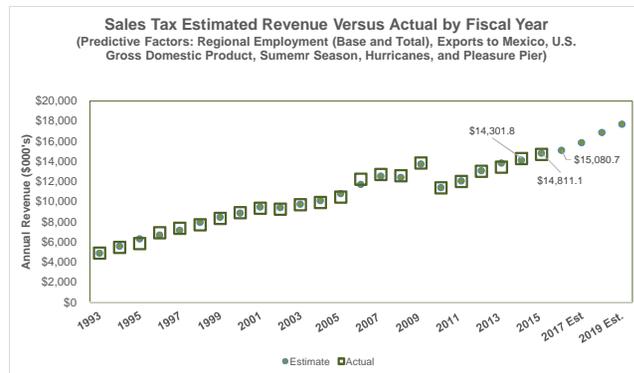
|              |             |                 | Employment 2 Qtr<br>Mvg Avg |  | Exports to Mexico FAS<br>+ 1 Qtr |  | Summer Season<br>Adjustment Var |  | Base Employment + 4<br>Qtrs |  | Galveston Storm<br>Variable |  | Pleasure Pier<br>Adjustment with CPI |  | U.S. Real GDP + 3 Qtrs 2<br>Qtr Moving Average |  |   |                     |                                       |                 |
|--------------|-------------|-----------------|-----------------------------|--|----------------------------------|--|---------------------------------|--|-----------------------------|--|-----------------------------|--|--------------------------------------|--|--|--|---|---------------------|---------------------------------------|-----------------|
| COEFFICIENTS |             |                 | 3.063                       |  | -0.01976                         |  | 1.631                           |  | -4.894                      |  | 526.3                       |  | 125.7                                |  | 0.2222   |  |   |                     |                                       |                 |
| FY           | Fiscal Year | CONSTANT<br>= A | DATA                        | PRODUC<br>T OF<br>DATA<br>AND<br>COEFFICI<br>ENT = B | DATA                             | PRODUCT<br>OF DATA<br>AND<br>COEFFICI<br>ENT = H | DATA                            | PRODUCT<br>OF DATA<br>AND<br>COEFFICI<br>ENT = D | DATA                        | PRODUCT<br>OF DATA<br>AND<br>COEFFICI<br>ENT = E | DATA                        | PRODUCT<br>OF DATA<br>AND<br>COEFFICI<br>ENT = F | DATA                                 | PRODUCT<br>OF DATA<br>AND<br>COEFFICI<br>ENT = G | DATA   | PRODUCT<br>OF DATA<br>AND<br>COEFFICI<br>ENT = G | MODEL<br>ESTIMATE<br>(\$000's) =<br>A+B+C+D+E+F+G<br>+H | ACTUAL<br>(\$000's) | ESTIMATE<br>(OVER/<br>UNDER<br>ACTUAL | %<br>Difference |
| 2006         | 2006-4      | -4071           | 2,433.7                     | 7,454.3  | \$34,056.7                       | (673.0)  | 255.50                          | 416.7  | 638.27                      | (3,123.7)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,332.60                                    | 3,184.7  | \$3,188.0   | \$3,405.2           | \$217.2                               | 6.4%            |
| 2007         | 2007-1      | -4071           | 2,464.8                     | 7,549.7  | \$33,103.7                       | (654.1)  | 0.00                            | 0.0  | 644.08                      | (3,152.1)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,459.75                                    | 3,213.0  | \$2,885.5   | \$2,850.4           | (\$35.1)                              | -1.2%           |
| 2007         | 2007-2      | -4071           | 2,484.5                     | 7,610.0  | \$34,078.3                       | (673.4)  | 0.00                            | 0.0  | 648.43                      | (3,173.4)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,567.85                                    | 3,237.0  | \$2,929.2   | \$2,988.6           | \$59.4                                | 2.0%            |
| 2007         | 2007-3      | -4071           | 2,508.6                     | 7,683.8  | \$32,157.0                       | (635.4)  | 184.30                          | 300.6  | 660.23                      | (3,231.2)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,596.10                                    | 3,243.3  | \$3,290.1   | \$3,292.4           | \$2.3                                 | 0.1%            |
| 2007         | 2007-4      | -4071           | 2,541.3                     | 7,783.8  | \$34,410.4                       | (679.9)  | 257.20                          | 419.5  | 671.87                      | (3,288.1)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,659.75                                    | 3,257.4  | \$3,421.7   | \$3,566.1           | \$144.4                               | 4.0%            |
| 2008         | 2008-1      | -4071           | 2,565.8                     | 7,858.9  | \$34,836.2                       | (688.4)  | 0.00                            | 0.0  | 679.97                      | (3,327.8)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,721.45                                    | 3,271.1  | \$3,042.8   | \$3,165.6           | \$122.8                               | 3.9%            |
| 2008         | 2008-2      | -4071           | 2,574.0                     | 7,884.0  | \$34,514.4                       | (682.0)  | 0.00                            | 0.0  | 682.97                      | (3,342.4)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,782.35                                    | 3,284.6  | \$3,073.2   | \$3,014.3           | (\$58.9)                              | -2.0%           |
| 2008         | 2008-3      | -4071           | 2,581.4                     | 7,906.7  | \$35,745.6                       | (706.3)  | 191.20                          | 311.8  | 694.57                      | (3,399.2)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,888.60                                    | 3,309.2  | \$3,350.2   | \$3,406.4           | \$56.2                                | 1.6%            |
| 2008         | 2008-4      | -4071           | 2,594.2                     | 7,945.9  | \$38,174.1                       | (754.3)  | 269.80                          | 440.0  | 701.63                      | (3,433.8)  | (1.0)                       | (526.3)  | 0.00                                 | 0.00   | \$14,965.15                                    | 3,325.3  | \$2,925.8   | \$3,000.6           | \$74.8                                | 2.5%            |
| 2009         | 2009-1      | -4071           | 2,598.8                     | 7,960.0  | \$40,339.7                       | (797.1)  | 0.00                            | 0.0  | 708.77                      | (3,468.7)  | 1.0                         | 526.3  | 0.00                                 | 0.00   | \$14,940.65                                    | 3,319.8  | \$3,469.3   | \$3,496.6           | \$27.3                                | 0.8%            |
| 2009         | 2009-2      | -4071           | 2,581.6                     | 7,907.4  | \$36,960.7                       | (730.3)  | 0.00                            | 0.0  | 707.70                      | (3,463.5)  | 0.5                         | 263.2  | 0.00                                 | 0.00   | \$14,926.45                                    | 3,316.7  | \$3,222.5   | \$3,339.2           | \$116.7                               | 3.5%            |
| 2009         | 2009-3      | -4071           | 2,545.5                     | 7,796.9  | \$29,068.3                       | (574.4)  | 191.00                          | 311.5  | 714.90                      | (3,498.7)  | 0.5                         | 263.2  | 0.00                                 | 0.00   | \$14,927.50                                    | 3,316.9  | \$3,544.4   | \$3,568.9           | \$24.5                                | 0.7%            |
| 2009         | 2009-4      | -4071           | 2,518.7                     | 7,714.9  | \$29,515.9                       | (583.2)  | 268.40                          | 437.8  | 722.80                      | (3,537.4)  | 0.5                         | 263.2  | 0.00                                 | 0.00   | \$14,734.30                                    | 3,274.0  | \$3,498.3   | \$3,452.6           | (\$45.7)                              | -1.3%           |
| 2010         | 2010-1      | -4071           | 2,507.8                     | 7,681.4  | \$33,779.8                       | (667.5)  | 0.00                            | 0.0  | 729.10                      | (3,568.2)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,476.00                                    | 3,216.6  | \$2,591.3   | \$2,580.7           | (\$10.6)                              | -0.4%           |
| 2010         | 2010-2      | -4071           | 2,496.6                     | 7,647.1  | \$36,528.0                       | (721.8)  | 0.00                            | 0.0  | 709.10                      | (3,470.3)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,365.30                                    | 3,192.0  | \$2,576.0   | \$2,558.2           | (\$17.8)                              | -0.7%           |
| 2010         | 2010-3      | -4071           | 2,494.0                     | 7,639.1  | \$37,439.1                       | (739.8)  | 194.40                          | 317.1  | 686.97                      | (3,362.0)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,379.05                                    | 3,195.0  | \$2,978.4   | \$2,969.8           | (\$8.6)                               | -0.3%           |
| 2010         | 2010-4      | -4071           | 2,565.0                     | 7,795.3  | \$40,419.8                       | (798.7)  | 273.20                          | 445.6  | 684.50                      | (3,349.9)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,472.20                                    | 3,215.7  | \$3,237.0   | \$3,271.6           | \$34.6                                | 1.1%            |
| 2011         | 2011-1      | -4071           | 2,558.6                     | 7,837.0  | \$41,341.3                       | (816.9)  | 0.00                            | 0.0  | 694.70                      | (3,399.9)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,573.35                                    | 3,238.2  | \$2,787.4   | \$2,646.2           | (\$141.2)                             | -5.3%           |
| 2011         | 2011-2      | -4071           | 2,567.1                     | 7,863.1  | \$44,464.5                       | (878.6)  | 0.00                            | 0.0  | 693.50                      | (3,394.0)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,675.35                                    | 3,260.9  | \$2,780.4   | \$2,764.0           | (\$16.4)                              | -0.6%           |
| 2011         | 2011-3      | -4071           | 2,584.0                     | 7,914.8  | \$46,096.9                       | (910.9)  | 201.50                          | 328.6  | 705.90                      | (3,454.7)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,795.70                                    | 3,287.6  | \$3,094.4   | \$3,200.0           | \$105.6                               | 3.3%            |
| 2011         | 2011-4      | -4071           | 2,612.2                     | 8,001.1  | \$49,637.2                       | (980.8)  | 283.40                          | 462.2  | 685.04                      | (3,352.6)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,892.25                                    | 3,309.1  | \$3,368.0   | \$3,406.7           | \$38.7                                | 1.1%            |
| 2012         | 2012-1      | -4071           | 2,633.9                     | 8,067.7  | \$50,904.9                       | (1,005.9)  | 0.00                            | 0.0  | 700.06                      | (3,426.1)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,910.15                                    | 3,313.0  | \$2,877.7   | \$2,671.3           | (\$206.4)                             | -7.7%           |
| 2012         | 2012-2      | -4071           | 2,651.1                     | 8,120.2  | \$51,649.6                       | (1,020.6)  | 0.00                            | 0.0  | 707.38                      | (3,461.9)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$14,935.45                                    | 3,318.7  | \$2,885.4   | \$2,844.2           | (\$41.2)                              | -1.4%           |
| 2012         | 2012-3      | -4071           | 2,678.3                     | 8,203.5  | \$52,954.0                       | (1,046.4)  | 205.50                          | 335.2  | 711.58                      | (3,482.5)  | 0.0                         | 0.0  | 2.05                                 | 257.70   | \$15,005.35                                    | 3,334.2  | \$3,530.7   | \$3,564.9           | \$34.2                                | 1.0%            |
| 2012         | 2012-4      | -4071           | 2,714.6                     | 8,314.9  | \$53,111.5                       | (1,049.5)  | 285.50                          | 465.7  | 716.85                      | (3,508.3)  | 0.0                         | 0.0  | 2.04                                 | 256.40   | \$15,105.70                                    | 3,356.5  | \$3,764.7   | \$3,928.4           | \$163.7                               | 4.2%            |
| 2013         | 2013-1      | -4071           | 2,747.5                     | 8,415.6  | \$54,216.3                       | (1,071.3)  | 0.00                            | 0.0  | 732.69                      | (3,585.8)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$15,240.65                                    | 3,386.5  | \$3,074.0   | \$2,927.6           | (\$146.4)                             | -5.0%           |
| 2013         | 2013-2      | -4071           | 2,768.6                     | 8,480.1  | \$55,593.2                       | (1,098.5)  | 0.00                            | 0.0  | 747.54                      | (3,658.5)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$15,326.70                                    | 3,405.6  | \$3,057.7   | \$3,101.1           | \$43.4                                | 1.4%            |
| 2013         | 2013-3      | -4071           | 2,788.0                     | 8,539.5  | \$53,703.0                       | (1,061.2)  | 207.70                          | 338.8  | 756.61                      | (3,702.8)  | 0.0                         | 0.0  | 2.49                                 | 313.00   | \$15,371.60                                    | 3,415.6  | \$3,771.9   | \$3,530.8           | (\$241.1)                             | -6.8%           |
| 2013         | 2013-4      | -4071           | 2,814.5                     | 8,621.0  | \$57,015.2                       | (1,126.6)  | 292.00                          | 476.3  | 763.47                      | (3,736.4)  | 0.0                         | 0.0  | 2.50                                 | 314.30   | \$15,382.55                                    | 3,418.0  | \$3,895.6   | \$3,865.4           | (\$30.2)                              | -0.8%           |
| 2014         | 2014-1      | -4071           | 2,840.7                     | 8,701.0  | \$56,857.5                       | (1,123.5)  | 0.00                            | 0.0  | 777.32                      | (3,804.2)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$15,420.75                                    | 3,426.5  | \$3,128.8   | \$3,059.1           | (\$69.7)                              | -2.3%           |
| 2014         | 2014-2      | -4071           | 2,857.6                     | 8,752.8  | \$58,494.6                       | (1,155.9)  | 0.00                            | 0.0  | 789.80                      | (3,865.3)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$15,478.70                                    | 3,439.4  | \$3,100.0   | \$3,131.8           | \$31.8                                | 1.0%            |
| 2014         | 2014-3      | -4071           | 2,879.2                     | 8,818.9  | \$57,482.9                       | (1,135.9)  | 214.00                          | 349.0  | 798.26                      | (3,906.7)  | 0.0                         | 0.0  | 2.57                                 | 323.00   | \$15,557.30                                    | 3,456.8  | \$3,834.1   | \$3,849.3           | \$15.2                                | 0.4%            |
| 2014         | 2014-4      | -4071           | 2,912.9                     | 8,922.3  | \$60,897.6                       | (1,203.3)  | 299.70                          | 488.8  | 801.74                      | (3,923.7)  | 0.0                         | 0.0  | 2.57                                 | 323.00   | \$15,687.95                                    | 3,485.9  | \$4,022.0   | \$4,261.6           | \$239.6                               | 5.6%            |
| 2015         | 2015-1      | -4071           | 2,948.2                     | 9,030.3  | \$61,118.2                       | (1,207.7)  | 0.00                            | 0.0  | 810.31                      | (3,965.7)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$15,743.20                                    | 3,498.1  | \$3,284.0   | \$3,294.6           | \$10.6                                | 0.3%            |
| 2015         | 2015-2      | -4071           | 2,965.8                     | 9,084.2  | \$60,749.9                       | (1,200.4)  | 0.00                            | 0.0  | 817.27                      | (3,999.7)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$15,813.20                                    | 3,513.7  | \$3,326.8   | \$3,358.3           | \$31.5                                | 0.9%            |
| 2015         | 2015-3      | -4071           | 2,964.8                     | 9,081.3  | \$57,140.2                       | (1,129.1)  | 213.20                          | 347.7  | 828.28                      | (4,053.6)  | 0.0                         | 0.0  | 2.56                                 | 321.80   | \$15,985.15                                    | 3,551.9  | \$4,049.0   | \$3,929.0           | (\$120.0)                             | -3.1%           |
| 2015         | 2015-4      | -4071           | 2,970.9                     | 9,099.9  | \$60,171.5                       | (1,189.0)  | 300.60                          | 490.3  | 834.28                      | (4,082.9)  | 0.0                         | 0.0  | 2.58                                 | 324.30   | \$16,110.10                                    | 3,579.7  | \$4,151.3   | \$4,124.1           | (\$27.2)                              | -0.7%           |
| 2016         | 2016-1      | -4071           | 2,984.0                     | 9,140.1  | \$60,271.4                       | (1,191.0)  | 0.00                            | 0.0  | 844.56                      | (4,133.3)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$16,164.35                                    | 3,591.7  | \$3,336.5   | \$3,366.5           | \$30.0                                | 0.9%            |
| 2016         | 2016-2      | -4071           | 2,965.8                     | 9,084.2  | \$58,794.4                       | (1,161.8)  | 0.00                            | 0.0  | 835.22                      | (4,087.5)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$16,255.45                                    | 3,612.0  | \$3,375.9   |                     |                                       |                 |
| 2016         | 2016-3      | -4071           | 2,950.0                     | 9,035.9  | \$58,854.4                       | (1,163.0)  | 217.50                          | 354.7  | 825.99                      | (4,042.4)  | 0.0                         | 0.0  | 2.61                                 | 328.10   | \$16,373.80                                    | 3,638.3  | \$4,080.6   |                     |                                       |                 |
| 2016         | 2016-4      | -4071           | 2,963.5                     | 9,077.2  | \$61,976.6                       | (1,224.7)  | 306.60                          | 500.1  | 812.19                      | (3,974.8)  | 0.0                         | 0.0  | 2.63                                 | 330.60   | \$16,428.15                                    | 3,650.3  | \$4,287.7   |                     |                                       |                 |
| 2017         | 2017-1      | -4071           | 2,984.0                     | 9,140.0  | \$62,079.5                       | (1,226.7)  | -                               | 0.0  | 810.31                      | (3,965.6)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$16,487.60                                    | 3,663.5  | \$3,540.2   |                     |                                       |                 |
| 2017         | 2017-2      | -4071           | 2,973.2                     | 9,106.9  | \$60,558.2                       | (1,196.6)  | -                               | 0.0  | 819.50                      | (4,010.6)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$16,580.60                                    | 3,684.2  | \$3,512.9   |                     |                                       |                 |
| 2017         | 2017-3      | -4071           | 2,964.8                     | 9,081.2  | \$60,620.0                       | (1,197.9)  | 221.90                          | 361.9  | 810.40                      | (3,966.1)  | 0.0                         | 0.0  | 2.66                                 | 334.40   | \$16,701.30                                    | 3,711.0  | \$4,253.5   |                     |                                       |                 |
| 2017         | 2017-4      | -4071           | 2,993.1                     | 9,167.9  | \$63,835.9                       | (1,261.4)  | 312.70                          | 510.0  | 796.90                      | (3,900.0)  | 0.0                         | 0.0  | 2.68                                 | 336.90   | \$16,838.90                                    | 3,741.6  | \$4,524.0   |                     |                                       |                 |
| 2018         | 2018-1      | -4071           | 3,028.8                     | 9,277.2  | \$63,941.9                       | (1,263.5)  | -                               | 0.0  | 805.70                      | (3,943.1)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$16,899.80                                    | 3,755.1  | \$3,754.7   |                     |                                       |                 |
| 2018         | 2018-2      | -4071           | 3,032.7                     | 9,289.2  | \$62,374.9                       | (1,232.5)  | -                               | 0.0  | 814.90                      | (3,988.1)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$16,995.10                                    | 3,776.3  | \$3,773.9   |                     |                                       |                 |
| 2018         | 2018-3      | -4071           | 3,024.1                     | 9,262.8  | \$62,438.6                       | (1,233.8)  | 226.30                          | 369.1  | 805.80                      | (3,943.6)  | 0.0                         | 0.0  | 2.71                                 | 340.60   | \$17,118.80                                    | 3,803.8  | \$4,527.9   |                     |                                       |                 |
| 2018         | 2018-4      | -4071           | 3,053.0                     | 9,351.3  | \$65,751.0                       | (1,299.2)  | 319.00                          | 520.3  | 792.40                      | (3,878.0)  | 0.0                         | 0.0  | 2.73                                 | 343.20   | \$17,209.40                                    | 3,823.9  | \$4,790.5   |                     |                                       |                 |
| 2019         | 2019-1      | -4071           | 3,089.4                     | 9,462.8  | \$65,860.2                       | (1,301.4)  | -                               | 0.0  | 812.70                      | (3,977.4)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$17,271.60                                    | 3,837.7  | \$3,950.7   |                     |                                       |                 |
| 2019         | 2019-2      | -4071           | 3,093.4                     | 9,475.1  | \$64,246.1                       | (1,269.5)  | -                               | 0.0  | 822.00                      | (4,022.9)  | 0.0                         | 0.0  | 0.00                                 | 0.00   | \$17,369.00                                    | 3,859.4  | \$3,971.1   |                     |                                       |                 |
| 2019         | 2019-3      | -4071           | 3,084.6                     | 9,448.1  | \$64,311.8                       | (1,270.8)  | 230.80                          | 376.4  | 812.90                      | (3,978.3)  | 0.0                         | 0.0  | 2.76                                 | 346.90   | \$17,495.40                                    | 3,887.5  | \$4,738.8   |                     |                                       |                 |
| 2019         | 2019-4      | -4071           | 3,114.1                     | 9,538.5  | \$67,723.5                       | (1,338.2)  | 325.40                          | 530.7  | 799.30                      | (3,911.8)  | 0.0                         | 0.0  | 2.78                                 | 349.40   | \$17,588.00                                    |  |   |                     |                                       |                 |

|              |             | 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 with CPI   |      | U.S. Real GDP + 3 Qtrs 2 Qtr Moving Average |      |                                     |  |                  |                               |              |
|--------------|-------------|--------------------------|------|-------------------------------------|------|-------------------------------------|------|-------------------------------------|------|-------------------------------------|------|-------------------------------------|------|---|------|-------------------------------------|--|------------------|-------------------------------|--------------|
| COEFFICIENTS |             | 3.063                    |      | -0.01976                            |      | 1.631                               |      | -4.894                              |      | 526.3                               |      | 125.7                               |      | 0.2222                                      |      |                                     |  |                  |                               |              |
| 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        | 3.4%                            |             |                               |                        |                      |                   |      |                                      |
| 2015        | 0.5%                            | FY 2015     | 2.2%                          | 2.2%                   | 2.0%                 | 3.0%              | 2.0% | \$14.81                              |
| 2016        | 0.8%                            | FY 2016     | 0.1%                          | -1.9%                  | 2.0%                 | 3.0%              | 2.0% | \$15.08                              |
| 2017        | 3.8%                            | FY 2017     | 0.4%                          | -0.6%                  | 2.5%                 | 3.0%              | 2.0% | \$15.83                              |
| 2018        | 3.1%                            | FY 2018     | 1.9%                          | 0.9%                   | 2.2%                 | 3.0%              | 2.0% | \$16.85                              |
| 2019        | 2.6%                            | FY 2019     | 2.0%                          | 1.0%                   | 2.2%                 | 3.0%              | 2.0% | \$17.67                              |



| Fiscal Year | Model Total | Total Actual Tax | Actual Over/ (Under) Model | Pct Diff |
|-------------|-------------|------------------|----------------------------|----------|
| 1993        | \$4,837.1   | \$4,869.2        | \$32.1                     | 0.66%    |
| 1994        | \$5,558.1   | \$5,464.1        | (\$94.0)                   | -1.72%   |
| 1995        | \$6,278.9   | \$5,828.8        | (\$450.1)                  | -7.72%   |
| 1996        | \$6,655.6   | \$6,900.6        | \$245.0                    | 3.55%    |
| 1997        | \$7,146.3   | \$7,340.4        | \$194.1                    | 2.64%    |
| 1998        | \$7,935.6   | \$7,702.2        | (\$233.4)                  | -3.03%   |
| 1999        | \$8,415.1   | \$8,334.8        | (\$80.3)                   | -0.96%   |
| 2000        | \$8,841.9   | \$8,921.0        | \$79.1                     | 0.89%    |
| 2001        | \$9,439.8   | \$9,356.1        | (\$83.7)                   | -0.89%   |
| 2002        | \$9,387.8   | \$9,252.0        | (\$135.8)                  | -1.47%   |
| 2003        | \$9,731.1   | \$9,683.7        | (\$47.4)                   | -0.49%   |
| 2004        | \$10,086.2  | \$9,916.4        | (\$169.8)                  | -1.71%   |
| 2005        | \$10,783.0  | \$10,449.0       | (\$334.0)                  | -3.20%   |
| 2006        | \$11,691.8  | \$12,224.2       | \$532.4                    | 4.36%    |
| 2007        | \$12,526.5  | \$12,697.5       | \$171.0                    | 1.35%    |
| 2008        | \$12,392.0  | \$12,586.9       | \$194.9                    | 1.55%    |
| 2009        | \$13,734.5  | \$13,857.3       | \$122.8                    | 0.89%    |
| 2010        | \$11,382.7  | \$11,380.3       | (\$2.4)                    | -0.02%   |
| 2011        | \$12,030.2  | \$12,016.9       | (\$13.3)                   | -0.11%   |
| 2012        | \$13,058.5  | \$13,008.8       | (\$49.7)                   | -0.38%   |
| 2013        | \$13,799.2  | \$13,424.9       | (\$374.3)                  | -2.79%   |
| 2014        | \$14,084.9  | \$14,301.8       | \$216.9                    | 1.52%    |
| 2015        | \$14,811.1  | \$14,706.0       | (\$105.1)                  | -0.71%   |
| 2016 Est    | \$15,080.7  |                  |                            |          |
| 2017 Est    | \$15,830.6  |                  |                            |          |
| 2018 Est    | \$16,847.0  |                  |                            |          |
| 2019 Est    | \$17,666.3  |                  |                            |          |



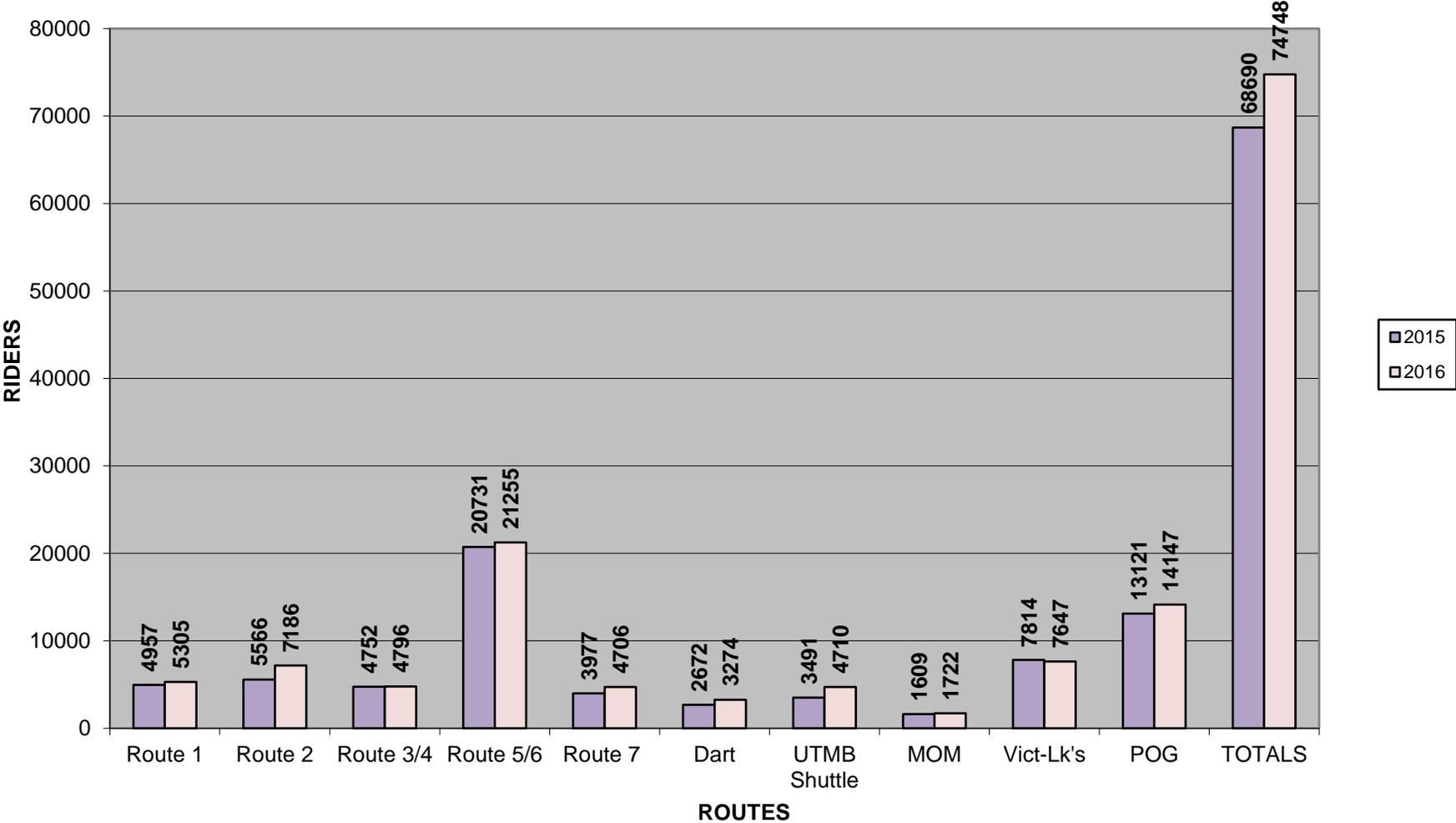
|              |             |                 | Employment 2 Qtr<br>Mvg Avg | Exports to Mexico FAS<br>+ 1 Qtr             | Summer Season<br>Adjustment Var | Base Employment + 4<br>Qtrs                  | Galveston Storm<br>Variable | Pleasure Pier<br>Adjustment with CPI         | U.S. Real GDP + 3 Qtrs 2<br>Qtr Moving Average |  |      |  |      |  |   |                     |                                       |                 |
|--------------|-------------|-----------------|-----------------------------|--|---------------------------------|--|-----------------------------|--|--|--|------|--|------|--|---|---------------------|---------------------------------------|-----------------|
| COEFFICIENTS |             |                 | 3.063                       | -0.01976                                     | 1.631                           | -4.894                                       | 526.3                       | 125.7  | 0.2222   |  |      |  |      |  |   |                     |                                       |                 |
| FY           | Fiscal Year | CONSTANT<br>= A | DATA                        | PRODUCT<br>OF DATA<br>AND<br>COEFFICIENT = B | DATA                            | PRODUCT<br>OF DATA<br>AND<br>COEFFICIENT = H | DATA                        | PRODUCT<br>OF DATA<br>AND<br>COEFFICIENT = D | DATA   | PRODUCT<br>OF DATA<br>AND<br>COEFFICIENT = E | DATA | PRODUCT<br>OF DATA<br>AND<br>COEFFICIENT = F | DATA | PRODUCT<br>OF DATA<br>AND<br>COEFFICIENT = G | MODEL<br>ESTIMATE<br>(\$000's) =<br>A+B+C+D+E+F+G<br>+H | ACTUAL<br>(\$000's) | ESTIMATE<br>(OVER/<br>UNDER<br>ACTUAL | %<br>Difference |

| FY   | FY/Mo  | Gilmer<br>Scenario<br>#2 Sept<br>2015<br>Upstream<br>Energy | Actual Per<br>BLS &<br>Welch | Modified<br>Gilmer #2<br>Upstream<br>Energy | Gilmer<br>Scenario<br>#2 Sept<br>2015 Total<br>Employment | Actual Per<br>BLS &<br>Welch<br>Total<br>Employment | Modified<br>Gilmer #2<br>Total<br>Employment<br>wh<br>Construction<br>Included | FY/Mo  | Total<br>Employment<br>2 QTR<br>Mvg Avg |
|------|--------|---|------------------------------|---|---|---|--|--------|---|
| 2015 | 2015-1 | 5.00%   | 3.05%                        | 3.05%                                       | 3.40%   | 3.78%   | 3.78%  | 2015-1 | 2,948.2                                 |
| 2015 | 2015-2 | 0.00%   | 2.07%                        | 2.07%                                       | 2.00%   | 3.79%   | 3.79%  | 2015-2 | 2,965.8                                 |
| 2015 | 2015-3 | -5.00%  | -0.90%                       | -2.50%                                      | 0.00%   | 2.98%   | 2.98%  | 2015-3 | 2,964.8                                 |
| 2015 | 2015-4 | -10.00%   | -2.27%                       | -5.00%                                      | -2.50%  | 1.99%   | 1.99%  | 2015-4 | 2,970.9                                 |
| 2016 | 2016-1 | -9.00%  | -2.28%                       | -7.50%                                      | -2.80%  | 1.22%   | 1.22%  | 2016-1 | 2,984.0                                 |
| 2016 | 2016-2 | -8.00%  |                              | -5.00%                                      | -2.50%  |   | 0.00%  | 2016-2 | 2,965.8                                 |
| 2016 | 2016-3 | -7.00%  |                              | -4.00%                                      | -1.00%  |   | -0.50%   | 2016-3 | 2,950.0                                 |
| 2016 | 2016-4 | -6.00%  |                              | -3.00%                                      | 0.00%   |   | -0.25%   | 2016-4 | 2,963.5                                 |
| 2017 | 2017-1 | -5.00%  |                              | -2.00%                                      | 1.00%   |   | 0.00%  | 2017-1 | 2,984.0                                 |
| 2017 | 2017-2 | 0.00%   |                              | -1.00%                                      | 2.00%   |   | 0.25%  | 2017-2 | 2,973.2                                 |
| 2017 | 2017-3 | 5.00%   |                              | 0.00%                                       | 2.50%   |   | 0.50%  | 2017-3 | 2,964.8                                 |
| 2017 | 2017-4 | 10.00%  |                              | 5.00%                                       | 3.00%   |   | 1.00%  | 2017-4 | 2,993.1                                 |
| 2018 | 2018-1 | 5.00%   |                              | 10.00%                                      | 2.50%   |   | 1.50%  | 2018-1 | 3,028.8                                 |
| 2018 | 2018-2 | 2.50%   |                              | 5.00%                                       | 2.00%   |   | 2.00%  | 2018-2 | 3,032.7                                 |
| 2018 | 2018-3 | 2.50%   |                              | 2.50%                                       | 2.00%   |   | 2.00%  | 2018-3 | 3,024.1                                 |
| 2018 | 2018-4 | 2.50%   |                              | 2.50%                                       | 2.00%   |   | 2.00%  | 2018-4 | 3,053.0                                 |
| 2019 | 2019-1 | 2.50%   |                              | 2.50%                                       | 2.00%   |   | 2.00%  | 2019-1 | 3,089.4                                 |
| 2019 | 2019-2 | 2.50%   |                              | 2.50%                                       | 2.00%   |   | 2.00%  | 2019-2 | 3,093.4                                 |
| 2019 | 2019-3 | 2.50%   |                              | 2.50%                                       | 2.00%   |   | 2.00%  | 2019-3 | 3,084.6                                 |
| 2019 | 2019-4 | 2.50%   |                              | 2.50%                                       | 2.00%   |   | 2.00%  | 2019-4 | 3,114.1                                 |

**MUNICIPAL COURTS PRODUCTION REPORT  
MARCH 2016**

| CATEGORY   | FY 2013        | FY 2014        | FY 2015        | FY 2016<br>YTD |
|--|----------------|----------------|----------------|----------------|
| <b>Traffic Tickets</b>                                       |                |                |                |                |
| Number of Traffic Tickets Issued                             | 29,041         | 22,147         | 20,207         | 10,604         |
| \$ Value of Traffic Tickets Issued                           | \$6,891,429.54 | \$5,323,112.12 | \$4,760,384.43 | \$2,495,776.80 |
| Number of Traffic Tickets Paid                               | 12,823         | 11,249         | 17,189         | 9,094          |
| \$ Amount Paid for Traffic Tickets                           | \$3,121,296.31 | \$2,694,407.36 | \$2,190,415.37 | \$1,215,357.58 |
| <b>Parking Tickets</b>                                       |                |                |                |                |
| Number of Parking Tickets Issued                             | 17,172         | 25,556         | 12,404         | 5,954          |
| \$ Value of Parking Tickets Issued (\$30 to \$75 per ticket) | \$291,924.00   | \$434,452.00   | \$349,802.10   | \$253,768.13   |
| Number Parking Tickets Paid                                  | 9,724          | 14,060         | 7,021          | 2,757          |
| \$ Amount Paid for Parking Tickets                           | \$208,997.47   | \$327,762.10   | \$223,387.17   | \$113,785.31   |
| <b>Warrants Served</b>                                       |                |                |                |                |
| Number of Warrants Served                                    | 14,940         | 12,501         | 13,233         | 6,395          |
| \$ Value of Warrants Served                                  | \$4,713,639.37 | \$3,915,766.55 | \$3,387,412.68 | \$1,640,078.33 |
| Number Warrants Satisfied on Non-Cash Basis                  | 11,630         | 10,472         | 6,416          | 2,359          |
| \$ Value Community Service/Jail Time Served                  | \$2,781,634.66 | \$2,300,878.50 | \$2,055,274.03 | \$813,764.75   |
| Number Warrants Paid   | 3,310          | 2,029          | 8,558          | 1,156          |
| \$ Amt Warrants Paid   | \$1,932,004.71 | \$1,614,888.05 | \$803,153.12   | \$470,017.75   |
| <b>Statistics</b>  |                |                |                |                |
| \$ Amt Tickets Issued  | \$7,183,353.54 | \$5,757,564.12 | \$4,642,064.08 | \$2,749,544.93 |
| \$ Amt Tickets Paid  | \$3,330,293.78 | \$3,022,169.46 | \$2,178,095.47 | \$1,329,142.89 |
| Percent \$ Amt Tickets Paid                                  | 46.4%          | 52.5%          | 47%            | 48.3%          |

**Island Transit  
MARCH 15/16  
RIDERSHIP**





# ACTIVITIES REPORT

*Planning and  
Development Division*

March  
2016

## **PLANNING COMMISSION:**

- 16P-010 (Adjacent to 2215 Church)** Request for a Permanent License to Use Permit in order to place monitoring wells in the City of Galveston right-of-way.
- 16P-011 (21502 Kennedy Drive)** Beachfront Construction/ Dune Protection permit in order to construct a single family home.
- 16P-012 (1310 Harbor View Drive)** Request for a Galveston Landmark Designation.
- 16P-013 (Adjacent to 2816 9 Mile Road)** Request for a Permanent License to Use in order to retain the stairs built in the City of Galveston right-of-way.
- 16P-014 (3605 Avenue R)** Request for a Galveston Landmark Designation.
- 16P-015 (3415 Avenue P)** Request for a Galveston Landmark Designation.
- 16P-016 (2101 Avenue F/ Church Street)** Request for a Galveston Landmark Designation.
- 16P-017 (24071 San Luis Pass Road)** Request to replat lots from two to four.
- 16P-018 (12201 San Luis Pass Road)** Request for a preliminary plat.

## **LANDMARK COMMISSION:**

- 16LC-012 (1316 24<sup>th</sup> Street)** Request for Certification as a participant in the Substantial Rehabilitation for Historic Properties Tax Exemption program.
- 16LC-013 (1310 Harbor View Drive)** Request for designation as a Galveston Landmark.
- 16LC-014 (3605 Avenue R)** Request for designation as Galveston Landmark.
- 16LC-015 (3415 Avenue P)** Request for designation as a Galveston Landmark.

**16LC-016 (2101 Avenue F)** Request for designation as a Galveston Landmark.

**16LC-017 (1013, 1017 and 1021 10<sup>th</sup> Street)** Request to appeal Staff's determination regarding new curb cuts in the San Jacinto Neighborhood Conservation District.

### **BEACH MAINTENANCE PERMITS:**

**16MA-005 (18101 San Luis Pass Road )** Request for a Beach Maintenance Permit in order to clean the beach.

**16MA-004 (Pirates Beach Subdivision)** Request for a Beach Maintenance Permit in order to clean the beach.

**16MA-006 (11945-11949 San Luis Pass Road)** Request for a Beach Maintenance Permit in order to clean the beach.

### **BEACHFRONT CONSTRUCTION/DUNE PROTECTION PERMIT:**

**16BF-026 (11211 Reagor Way)** Request for a Beachfront Construction Certificate/Dune Protection Permit in order to construct a single family home

**16BF-027 (4222 Maison Rouge)** Request for a Beachfront Construction Certificate/Dune Protection Permit in order to repair existing deck and put in pilings and joists on north side of property.

**16BF-028 (2300 Kennedy Drive)** Request for a Beachfront Construction Certificate/Dune Protection Permit in order to construct a sand fence and replace native grass.

**16BF-029 (4307 Nueces Drive)** Request for a Beachfront Construction Certificate/Dune Protection Permit in order to construct a single family home.

**16BF-030 (17538 Gulf Palms)** Request for a Beachfront Construction Certificate/Dune Protection Permit in order to undertake a dune restoration project.

**16BF-031 ( 1401 East Beach Drive)** Request for a Beachfront Construction Certificate/Dune Protection Permit in order to construct storage units.

**16BF-032 (23013 Gulf Drive)** Request for a Beachfront Construction Certificate/Dune Protection Permit in order to replant vegetation.

### **PLANNING ADMINISTRATION:**

**16PA- 014 (3433 Cove View)** Request for a Zoning Analysis Letter.

### **ZONING ADMINISTRATION:**

**16ZA-002** Request for a text amendment to the City of Galveston, Land Development Regulations Article 3, in order to adjust the "Minimum Lot Standards" and "Setbacks" of the Residential, Single Family (R-1) zoning district.

### **LICENSE TO USE PERMITS:**

**16LTU-003 (2325 Strand/ Avenue B)** Request for a License to Use Permit to place tables and chairs in the City of Galveston right-of-way.

**16LTU-004 (3106 Mechanic/Avenue D)** Request for a License to Use Permit in order to place tables and chairs in the City of Galveston right-of-way.

### **CERTIFICATE OF ZONING COMPLIANCE:**

**CZC2016-02 (1004 Broadway Boulevard)** Request for a Certificate of Zoning Compliance for an office land use in an Urban Neighborhood (UN) zoning district.

## **SPECIAL PROJECTS & ANNOUNCEMENTS:**

- ***Pre-Development Meetings***

A Pre-Development meeting can be scheduled by anyone contemplating development in the City of Galveston. The meetings are attended by staff from the Building Division, Fire Marshal's Office, Public Works Department, and Planning and Development Division. The Planning & Development Division facilitated six of these meetings throughout the month.

- ***Sign Ad Hoc Committee***

Adriel Montalvan, Senior Project Manager, and the sign committee continued their work on improving the city's sign regulations.

- ***Galveston Historical Foundation Preservation U Class***

Catherine Gorman, Historic Preservation Officer, was the featured speaker at Galveston Historical Foundations Preservation U class titled 'I Bought a Historic House, Now What?' The class was very well attended with more than 40 participants.

- ***Sand and Sea Realtors Breakfast***

Catherine Gorman presented to the Sand and Sea Realtors an overview of the Development Services Department.

- ***Houston Floodplain Management Conference***

Janice Norman, Planning Manager, attended the Houston Floodplain Management Conference.

- ***Williams-Borden Neighborhood Association***

Catherine Gorman presented to the Williams-Borden Neighborhood Association about the Neighborhood Conservation District tool.











# Texas Department of Transportation<sup>®</sup>

P.O. BOX 1386 • HOUSTON, TEXAS 77251-1386 • (713) 802-5000

April 5, 2016

The Honorable James D. Yarbrough  
Mayor, City of Galveston  
P.O. Box 779  
Galveston, Tx 77553-0779

Dear Mayor Yarbrough

The following is a report of traffic over the Galveston - Pt. Bolivar Ferries for the month of

### March, 2016

|                 |                      |                |
|-----------------|----------------------|----------------|
| Number of Trips | M/V Gibb Gilchrist   | 219            |
|                 | M/V Robert C. Lanier | 248            |
|                 | M/V Dewitt C. Greer  | 240            |
|                 | M/V Ray Stoker, Jr.  | 340            |
|                 | M/V Robert H. Dedman | 414            |
|                 | M/V John W. Johnson  | 375            |
|                 | Total                | <u>1,836</u>   |
| Vehicles        | From Galveston       | 76,658         |
|                 | From Port Bolivar    | 74,410         |
|                 | Total                | <u>151,068</u> |
| Passengers      | From Galveston       | 248,932        |
|                 | From Port Bolivar    | 242,163        |
|                 | Total                | <u>491,095</u> |

Sincerely,

William P. Mallini  
Galveston Ferry Operation Manager  
Houston District

WPM:cpl

#### OUR GOALS

MAINTAIN A SAFE SYSTEM • ADDRESS CONGESTION • CONNECT TEXAS COMMUNITIES • BEST IN CLASS STATE AGENCY

An Equal Opportunity Employer