



BUILDING ON SUCCESS



# FY 2017 Proposed Budget and Business Plan

# ARLINGTON



## City Council PRIORITIES



**Invest In Our  
Economy**



**Champion Great  
Neighborhoods**



**Enhance  
Regional Mobility**



**Support Quality  
Education**



**Put Technology  
To Work**



**Pursue Our Vision**

A pre-eminent city, providing an exemplary, safe environment in which to live, learn, work and play.



**Fulfill Our Mission**

The City of Arlington proactively meets the needs of the public through active engagement, inclusive participation and high-quality, cost-effective service delivery.



**Sustain Core Services**

- Public Safety
- Culture / Recreation / Education
- Financial / Economic Development
- Infrastructure



**Live Our Values**

- Teamwork
- Responsiveness
- Respect
- Innovation
- Commitment
- Integrity



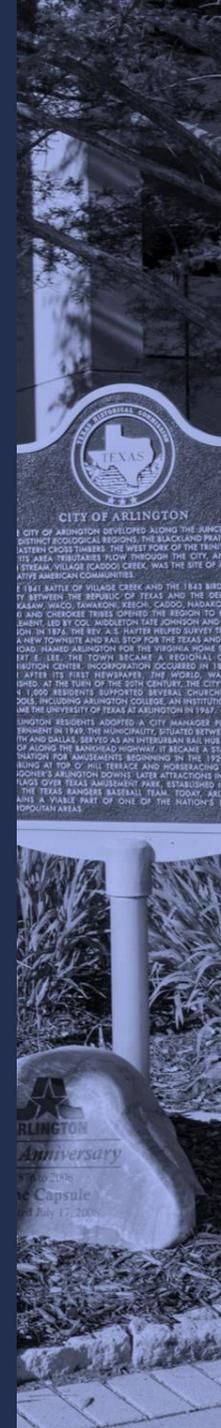
# Overview

- City Value Proposition
- FY 2017 Proposed Budget
- FY 2017 Priorities and Core Services
- August 9<sup>th</sup> Meeting
- Budget Calendar



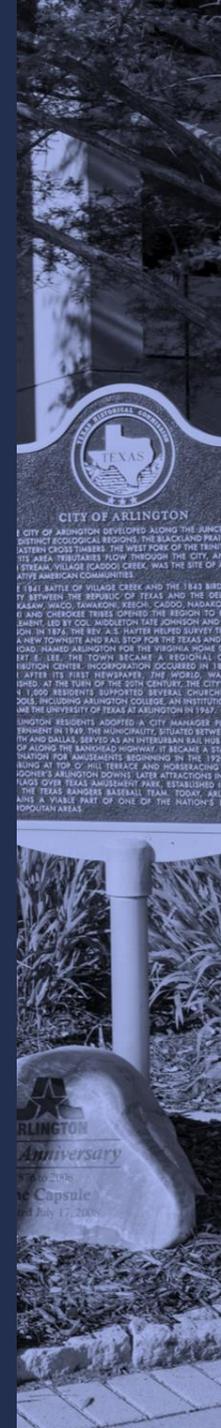
# FY 2017 Budget

- Balanced and in accordance with the City's Financial Principles
- Advance Priorities while maintaining Core Services
- Cost effective service delivery
- Addresses employee compensation (first year of three-year plan)
- Targeted investments in new technology & public safety
- Tax rate of .6448, first tax rate reduction in 17 years



# Budget Development Process

- Comprehensive Financial Forecast
- Department reviews with CMO
- All items considered included in Budget Document (Other Budget Information)
- Reconciliation of Positions (adds, deletes, reorganizations)



# Best Practices





# Favorable Tax Policy

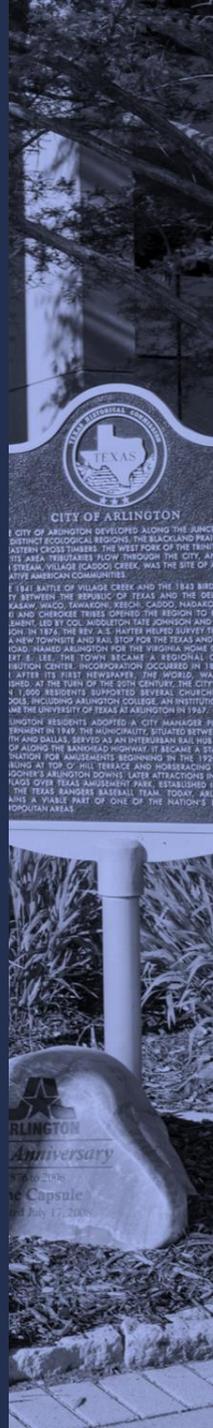
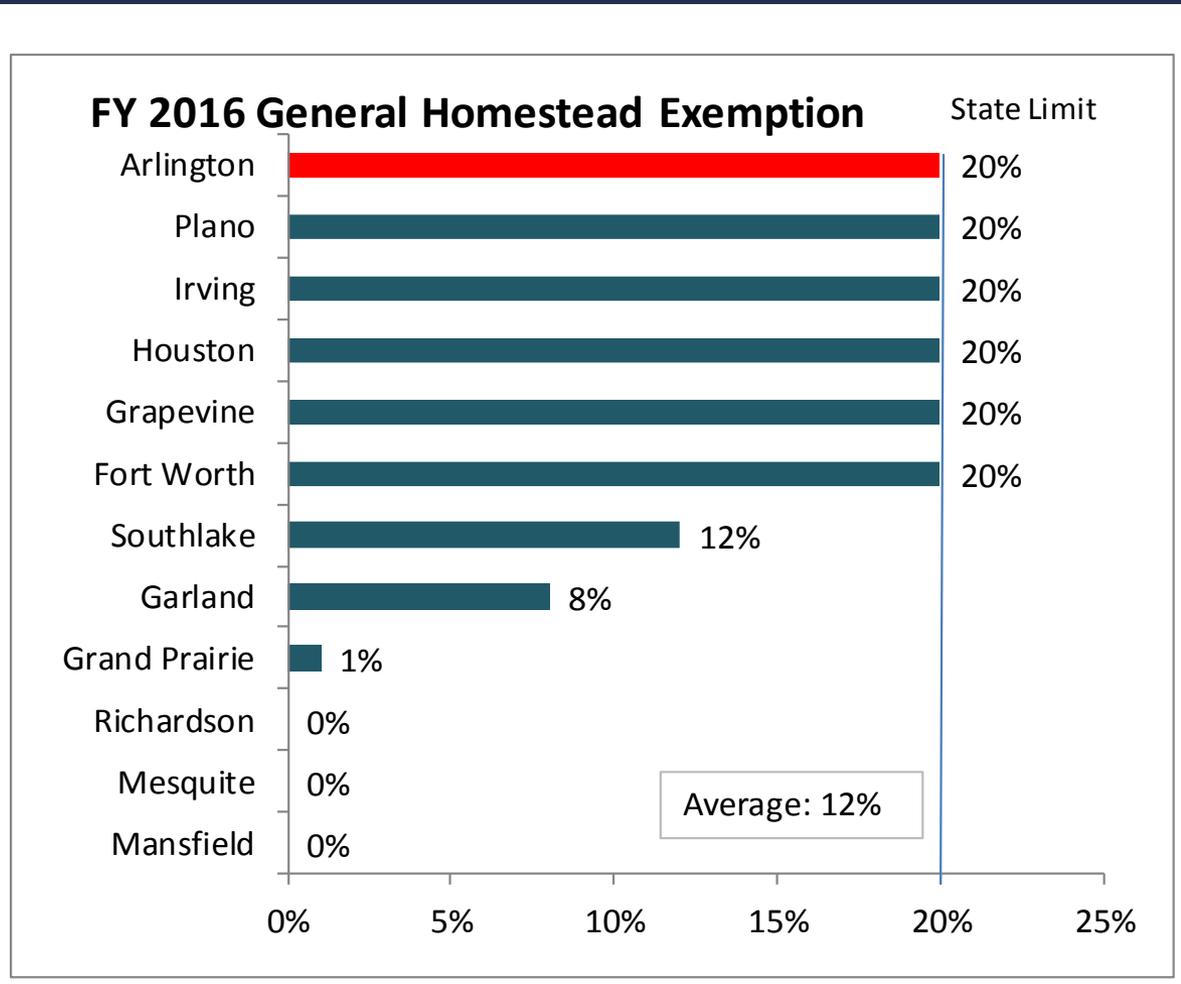
RESIDENTIAL	Local Option Exemptions				Mandated Veteran Exemptions			
	General Homestead	Over 65	Disabled Person	Tax Ceiling for Over 65	Vet1	Vet2	Vet3	Vet4
Minimums and Maximums Authorized	Up to 20% of appraised value, must be worth at least \$5,000	At least \$3,000; no max established	At least \$3,000; no max established	Local Officials Authorized or Not Authorized	5,000	7,500	10,000	12,000
Arlington	20%	\$60,000	\$60,000	Authorized	5,000	7,500	10,000	12,000

COMMERCIAL	Authorized Business Exemptions	
	Freeport	Abatements
Minimums and Maximums Authorized	Local Officials Authorized or Not Authorized	Local Officials Authorized or Not Authorized
Arlington	Authorized	Authorized

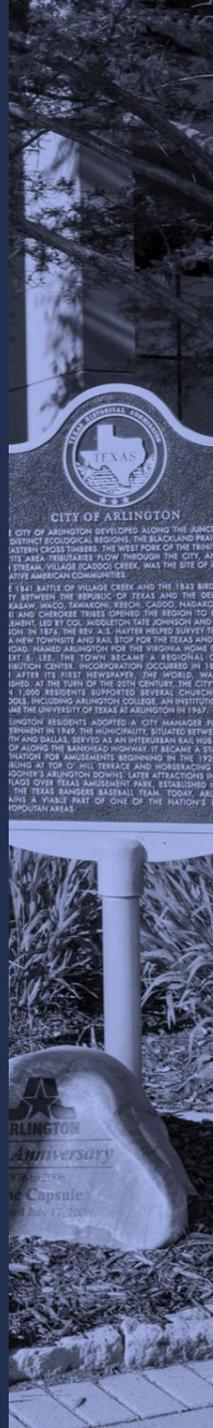
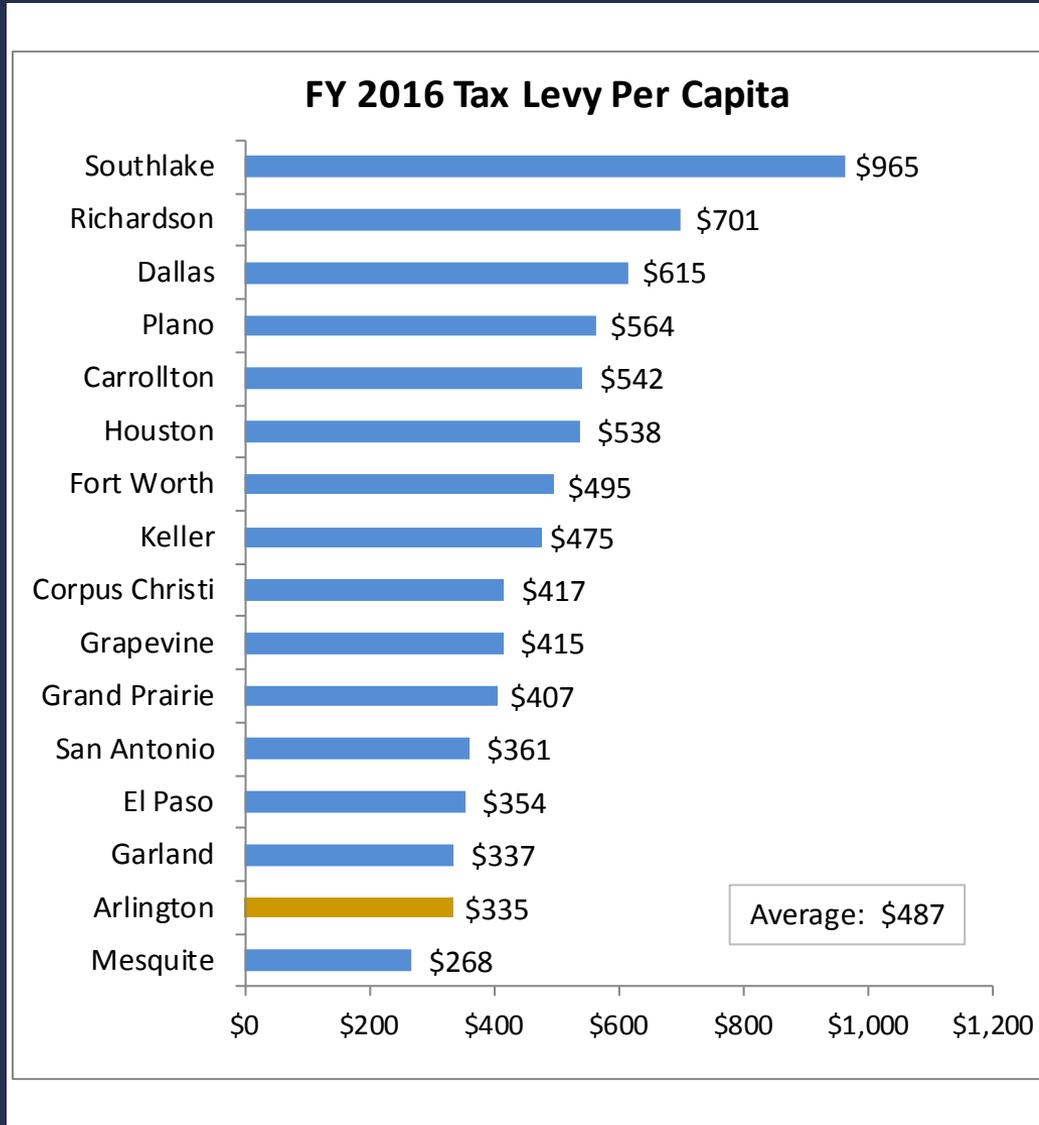
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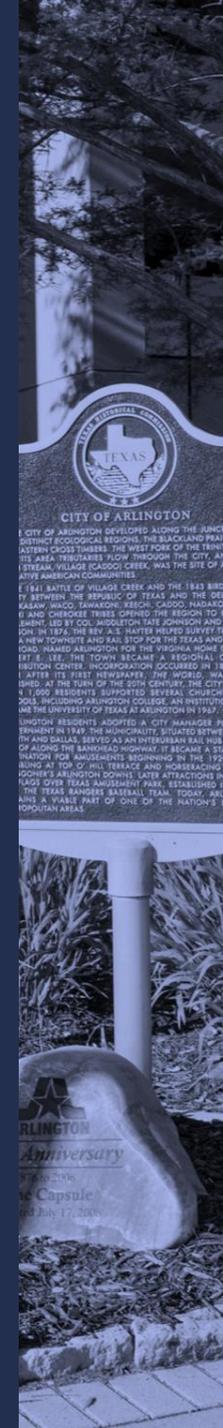
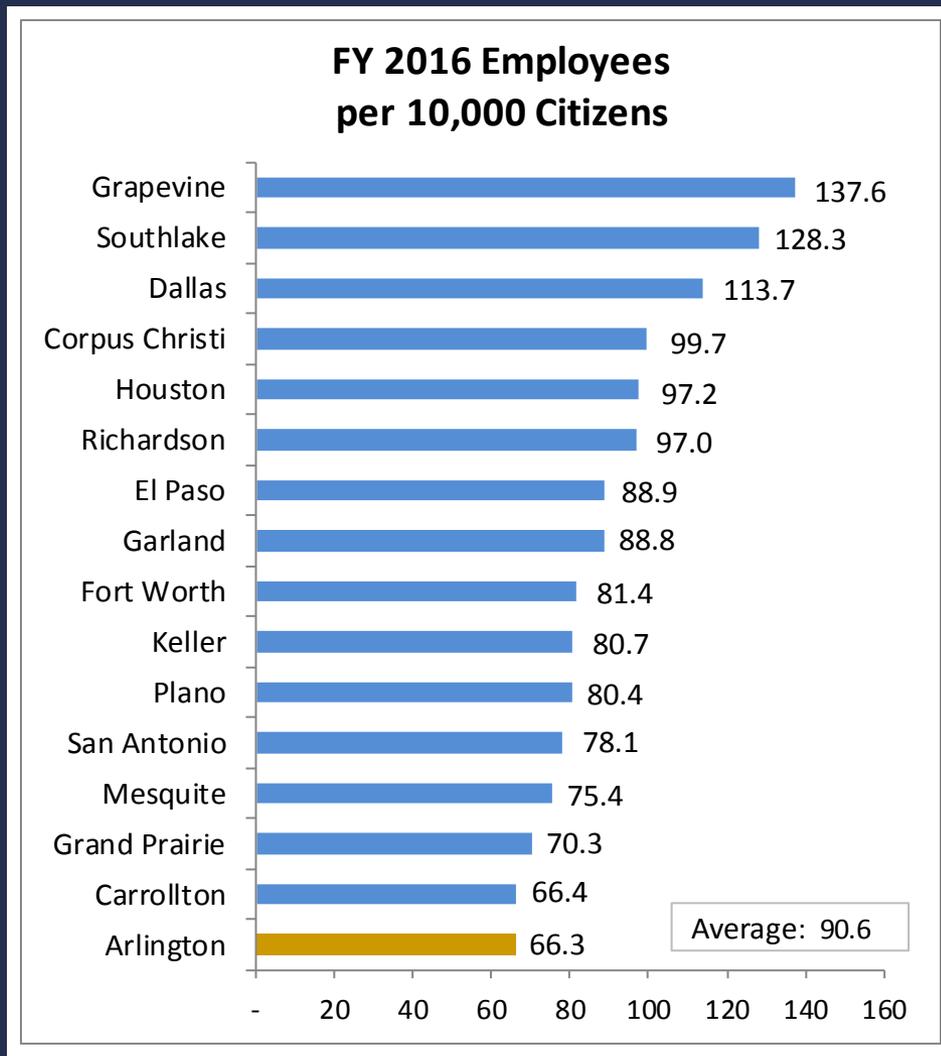
# Other City Comparisons



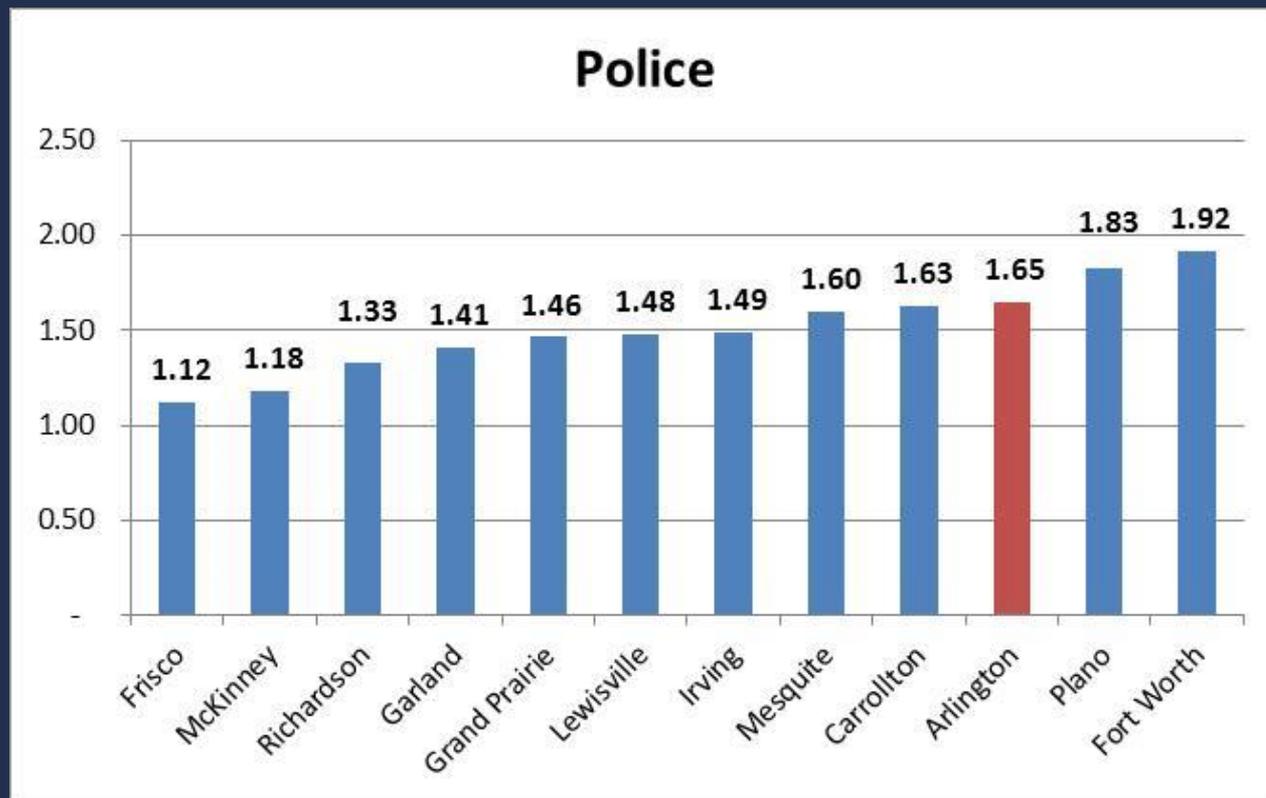
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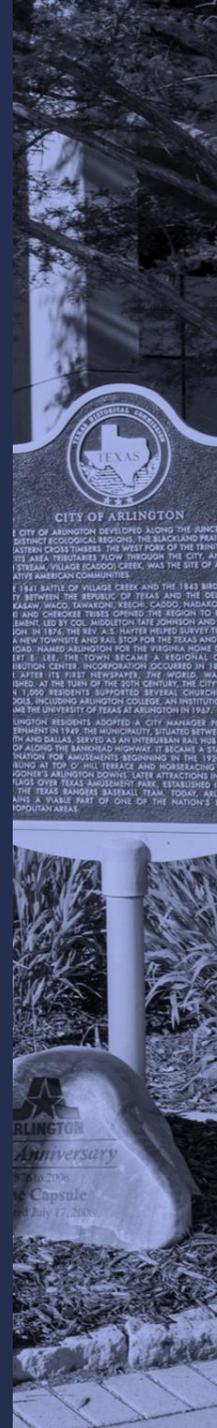
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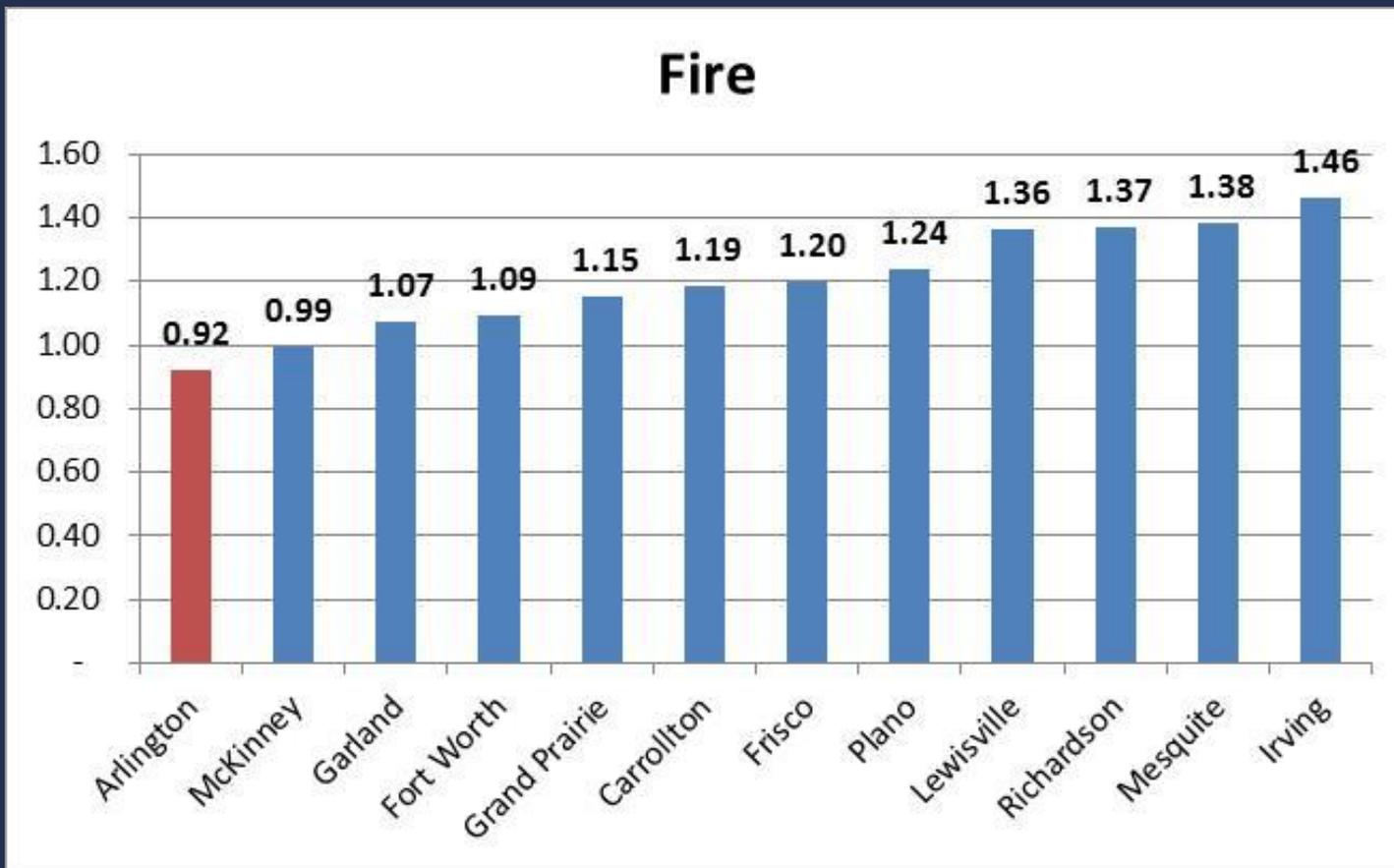
# Per Capita City Comparisons



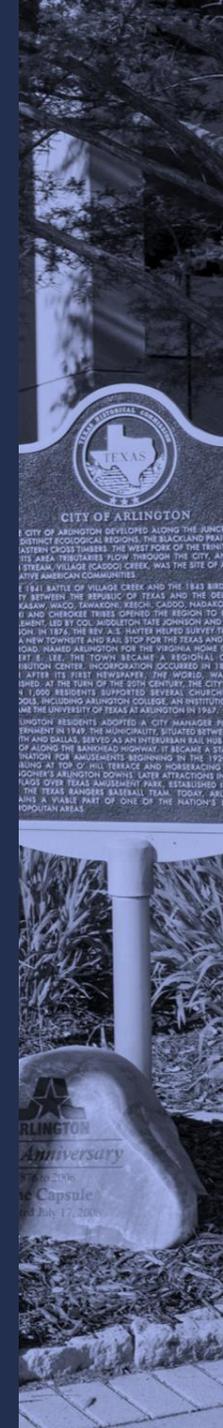
\*FY 2016 City Budgets



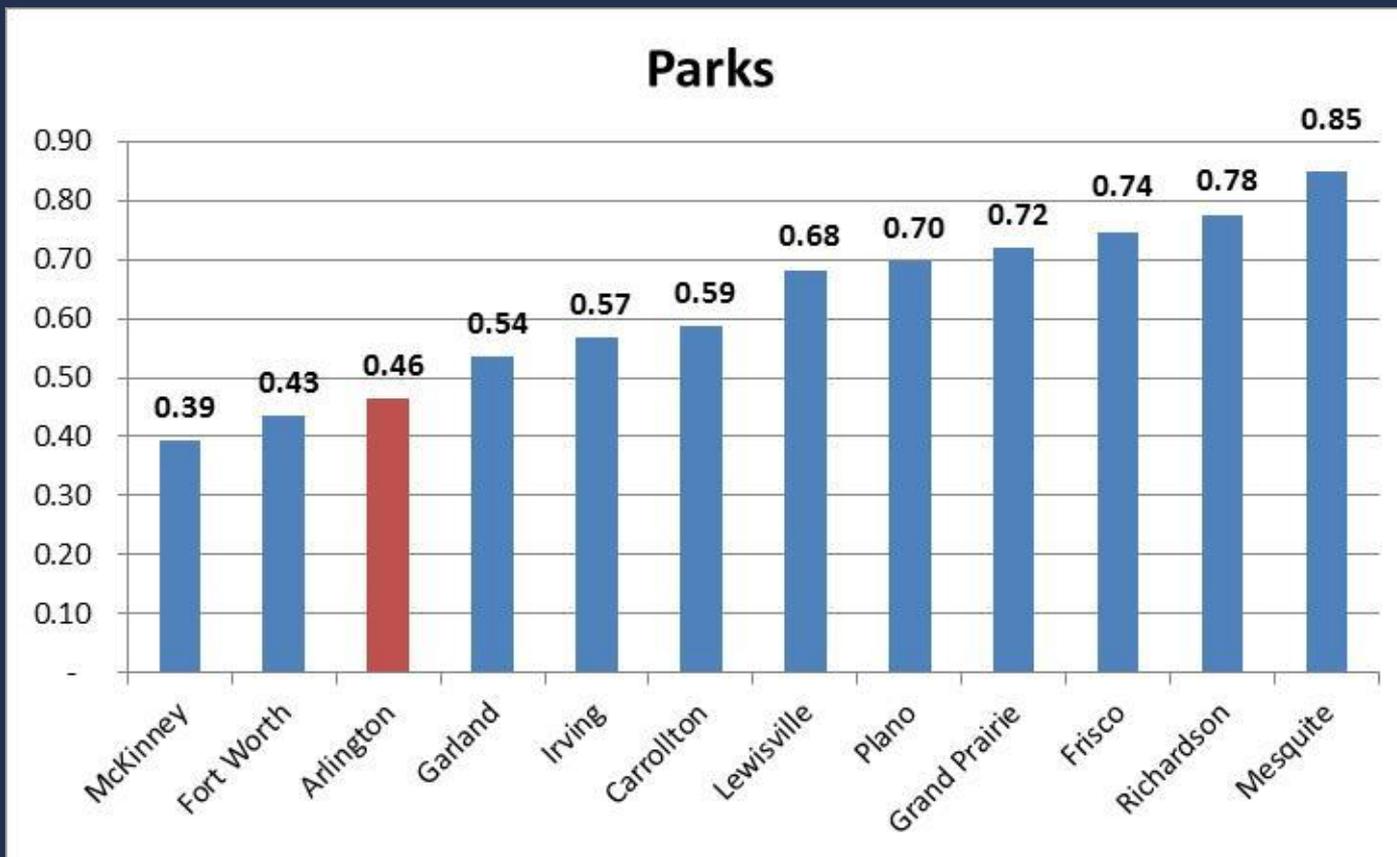
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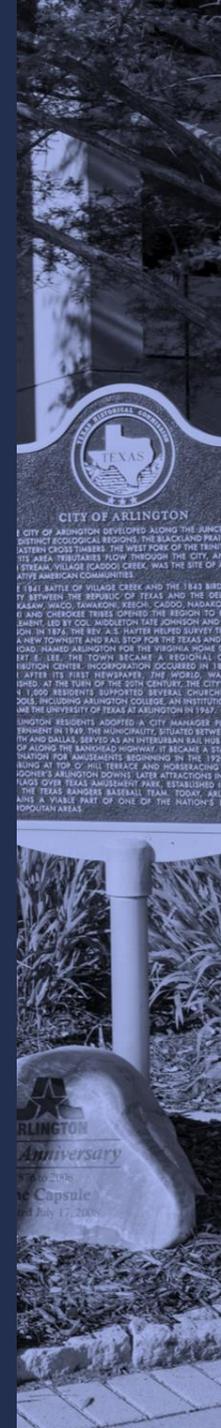
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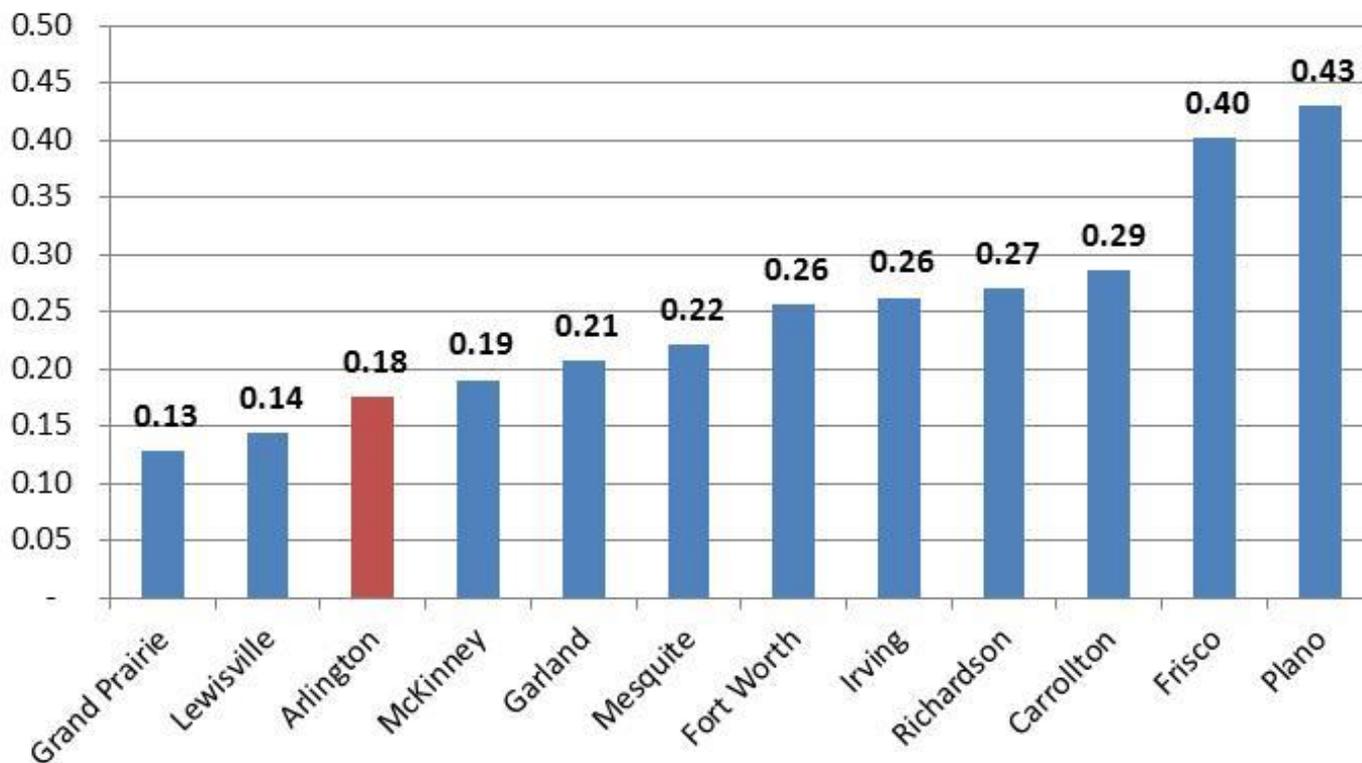


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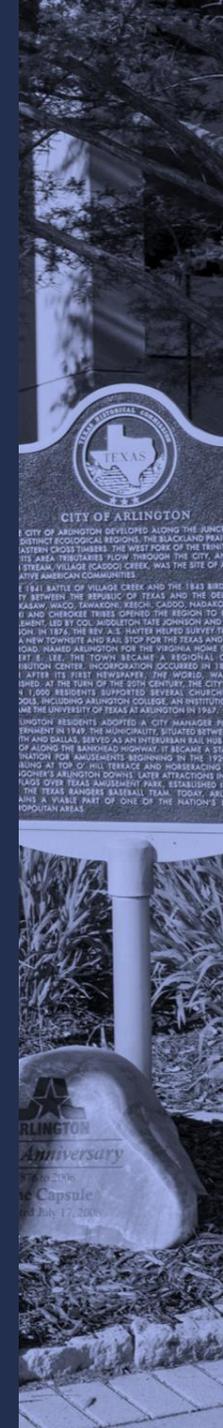


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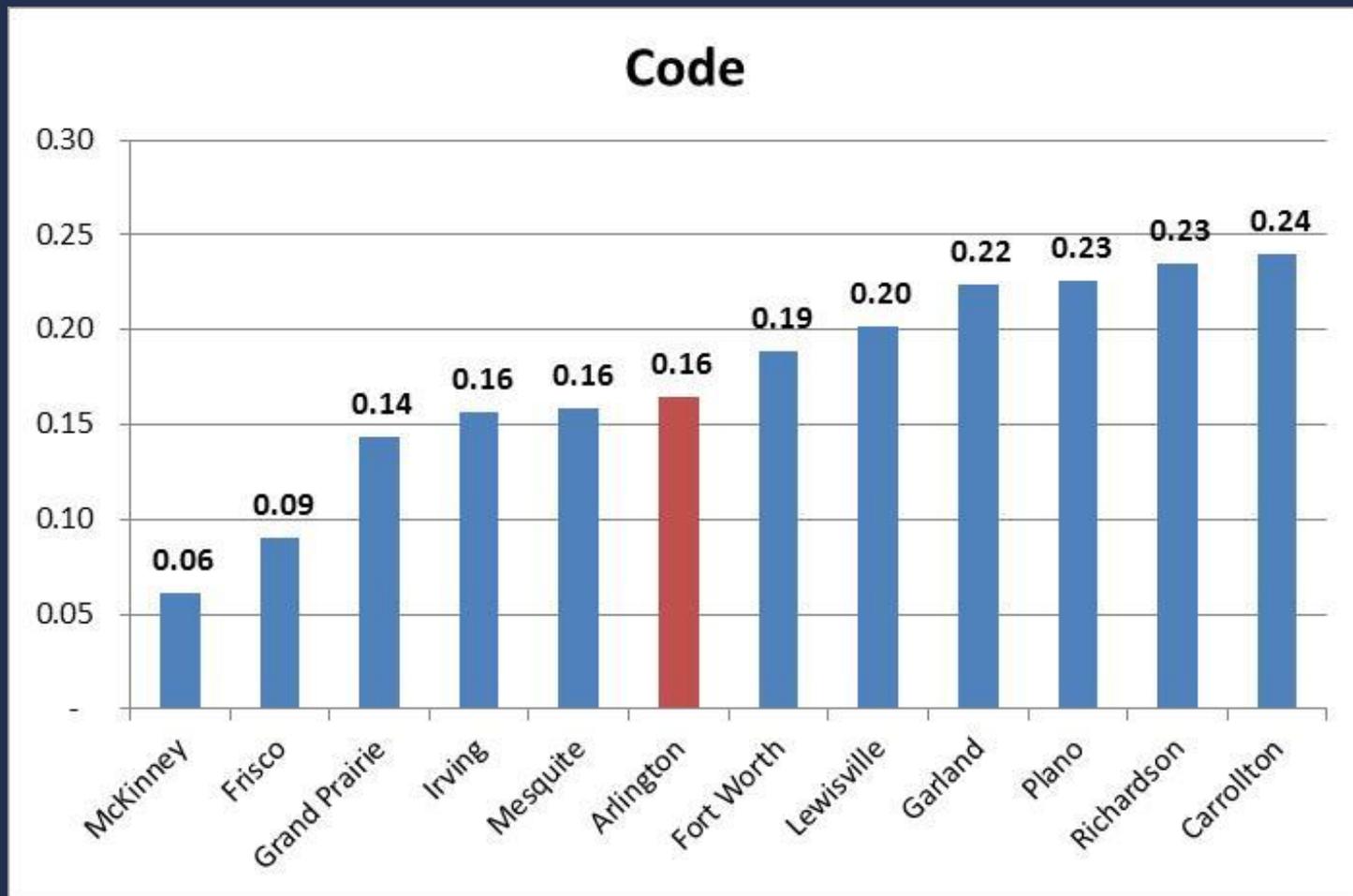
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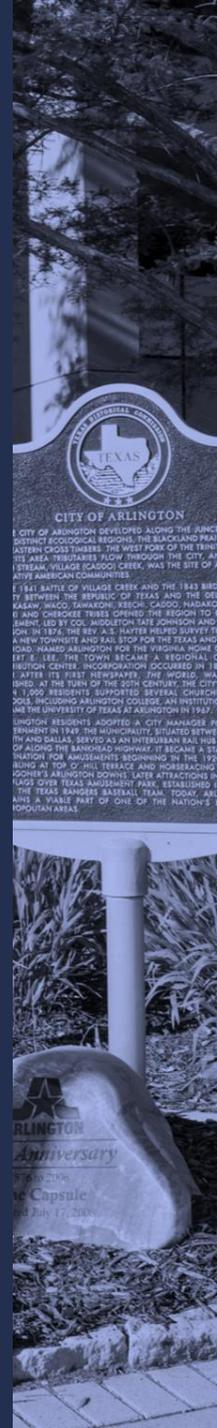
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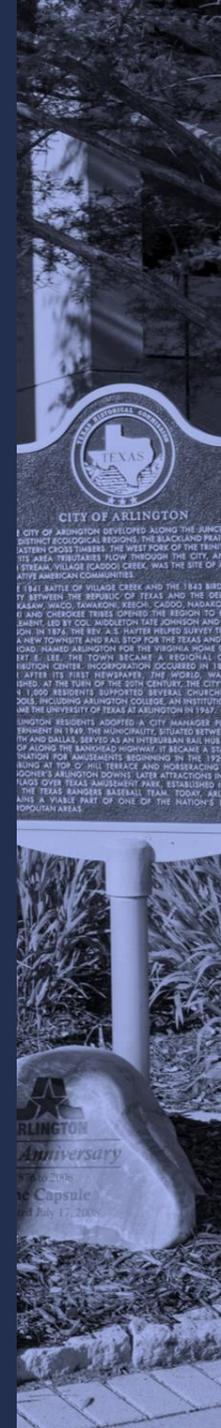


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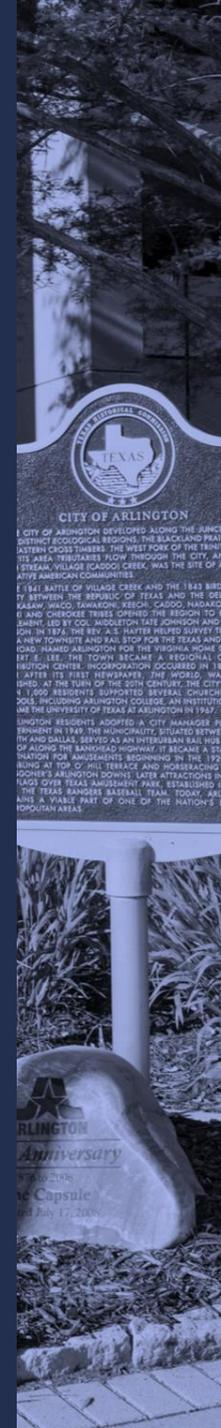
# Results

- Building Permits in 10 Days: 53% in FY 2015, 66% in FY 2016
- Lane Miles with Overall Condition Index (OCI) <50: 276 in FY 2015, 248 FY 2016 YTD
- Circulation of digital materials as a percentage of total circulation: 9% in FY 2015, 11% FY 2016 YTD
- Total Patrol Responses: 176,915 in FY 2015, 175,000 FY 2016 Target
- Fire Dispatched Calls for Service: 41,011 in FY 2015, 40,600 FY 2016 Target
- Debt Ratios Below Target



# Budget Balancing Strategies

- Expenditure Reductions
  - APFA Support (\$570,000)
  - Electricity Costs (\$1,248,684 to one-time)
  - Fuel (\$1,000,000)
  - Workers' Compensation (\$356,000)
  - Debt Service Refinancing (\$500,000)
  - Infrastructure debt issuance (\$5.4M)
  - Volunteer program 125,000 Hours
  - Grants (\$16.7M)

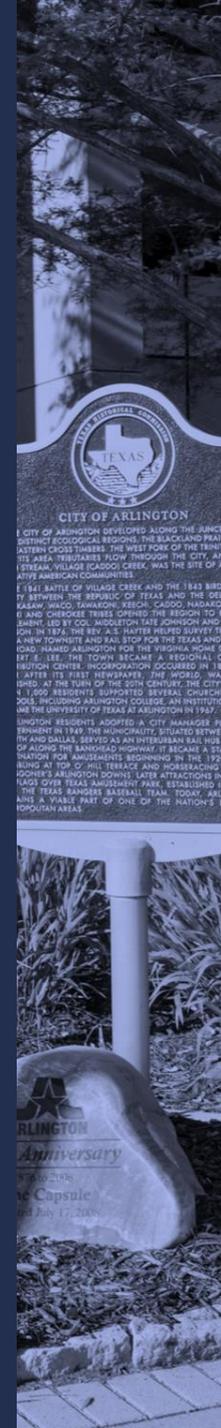




# Infrastructure Maintenance Debt Issuance

- Fire Apparatus (\$1,978,000)
- IT Infrastructure (\$1,750,000)
- Building Maintenance (\$1,429,000)
- Landfill Gas Collection/Control System (\$250,000)

Total: \$5,407,000



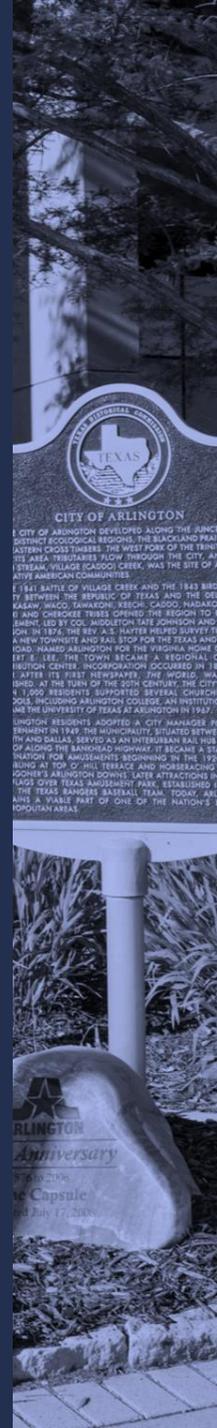
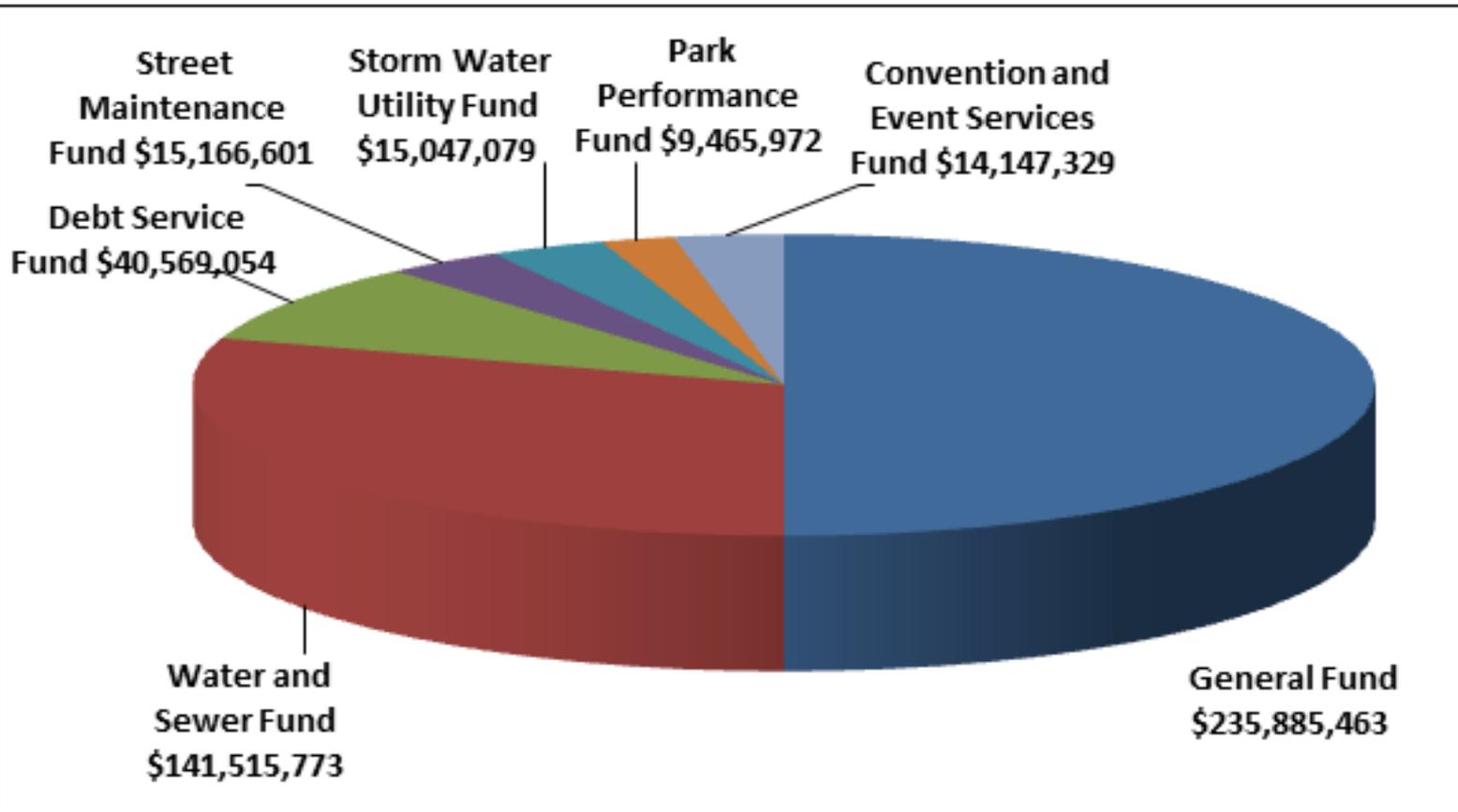


# All Funds - Operating Positions

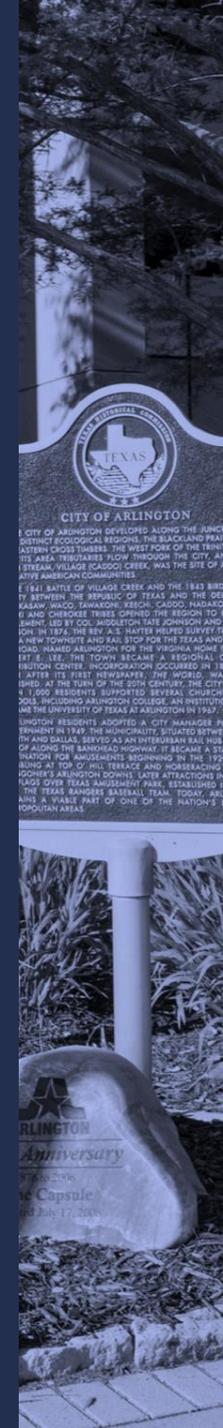
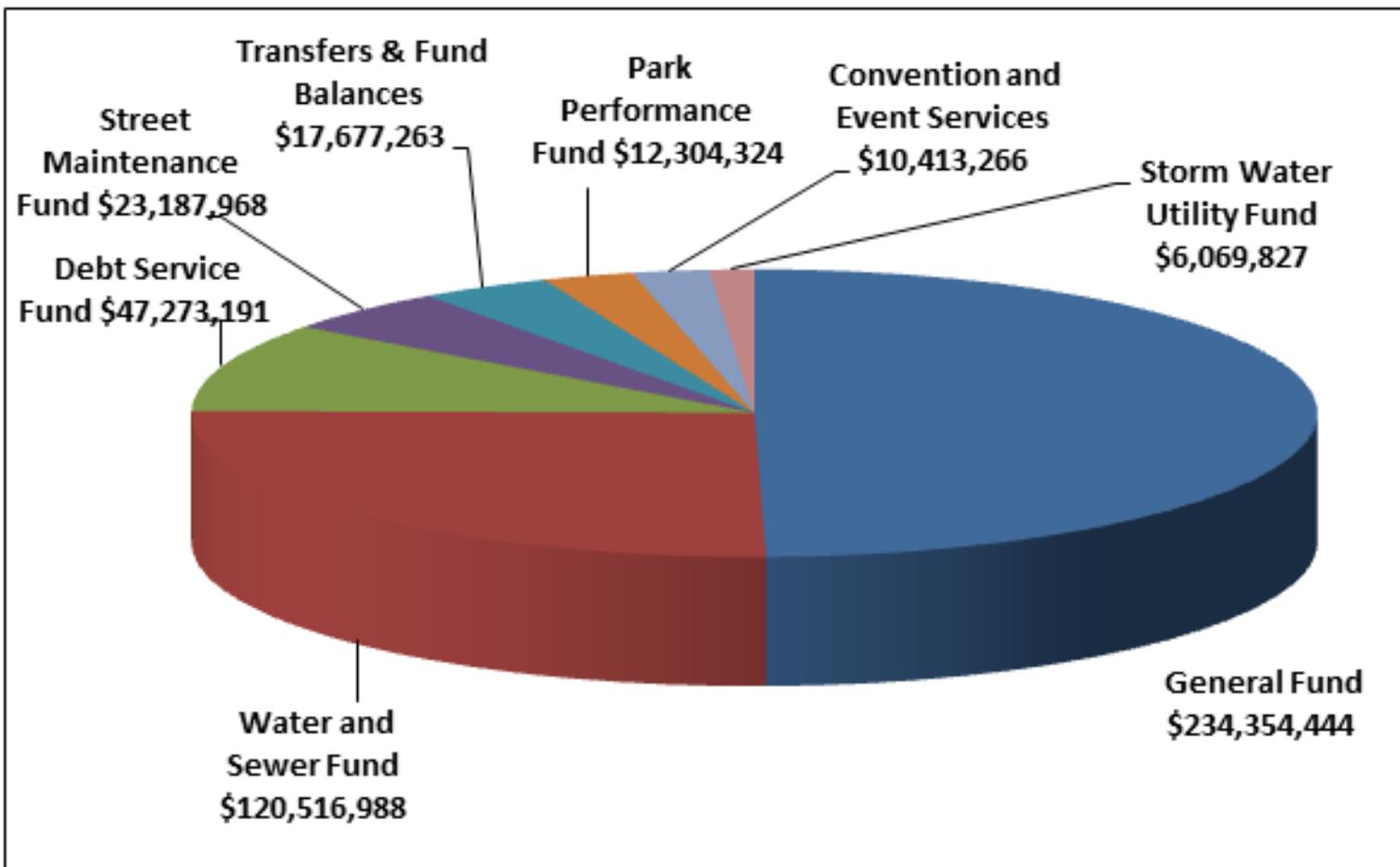
<b>Funding Source / Use</b>	<b>General Fund</b>	<b>Water and Sewer Fund</b>	<b>Convention and Event Services Fund</b>	<b>Park Performance Fund</b>	<b>Storm Water Utility Fund</b>	<b>Street Maintenance Fund</b>	<b>Debt Service Fund</b>
Beginning Balance	\$ -	\$ 28,910	\$ 2,445,705	\$ 272,418	\$ 345,764	\$ 1,892,864	\$ 2,360,570
Total Revenues	\$ 235,885,463	\$ 141,515,773	\$ 14,147,329	\$ 9,465,972	\$ 15,047,079	\$ 15,166,601	\$ 40,569,054
Total Interfund Transfers	\$ (1,525,055)	\$ (20,835,106)	\$ (5,374,134)	\$ 2,625,901	\$ (8,969,717)	\$ 6,931,730	\$ 6,384,137
Total Available Funds	\$ 234,360,408	\$ 120,709,578	\$ 11,218,900	\$ 12,364,291	\$ 6,423,126	\$ 23,991,195	\$ 49,313,761
Total Expenditures	\$ 234,354,444	\$ 120,516,988	\$ 10,413,266	\$ 12,304,324	\$ 6,069,827	\$ 23,187,968	\$ 47,273,191
Ending Balance	\$ 5,964	\$ 192,590	\$ 805,634	\$ 59,968	\$ 353,299	\$ 803,227	\$ 2,040,570



# City Revenues by Fund

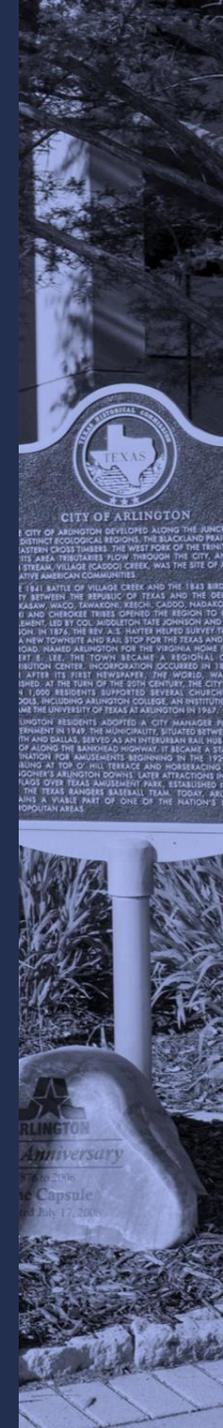


# City Expenditures by Fund

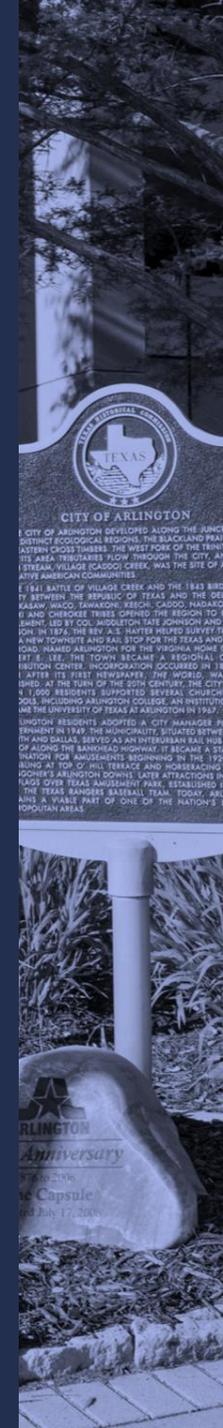
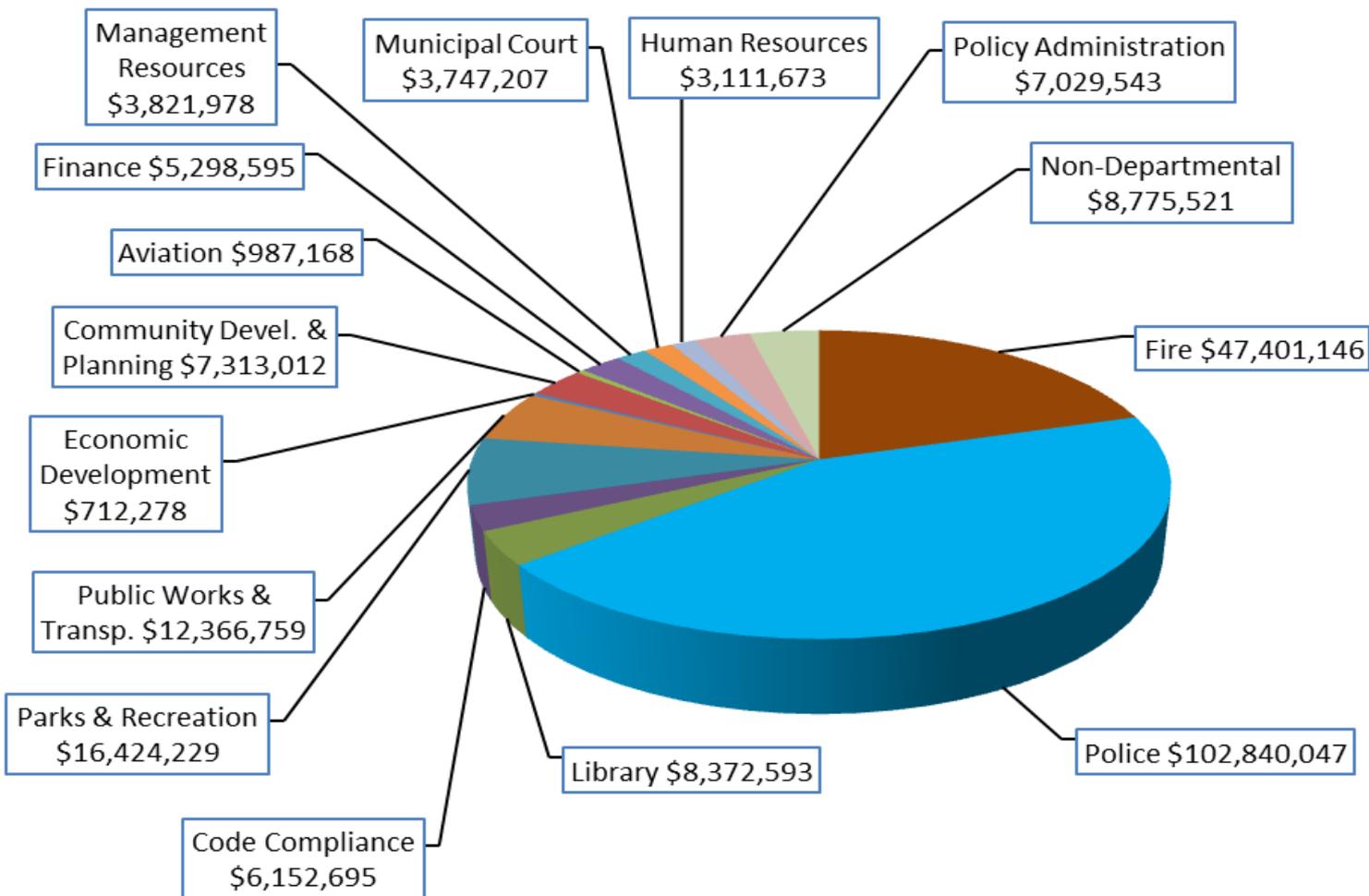


# Summary of Expenditure Changes

	FY 2016 Budget	FY 2017 Budget	Percent Change
General Fund	\$ 221,900,956	\$ 234,354,444	5.6%
Water and Sewer Fund	110,375,869	120,516,988	9.2%
Debt Service Fund	44,782,042	47,273,191	5.6%
Street Maintenance Fund	22,931,041	23,187,968	1.1%
Park Performance Fund	11,808,427	12,304,324	4.2%
Transfers & Fund Balances	13,591,107	17,677,263	30.1%
Convention and Event Services	9,695,789	10,413,266	7.4%
Storm Water Utility Fund	5,801,973	6,069,827	4.6%
<b>Total Expenditures</b>	<b>\$ 440,887,204</b>	<b>\$ 471,797,271</b>	<b>7.0%</b>

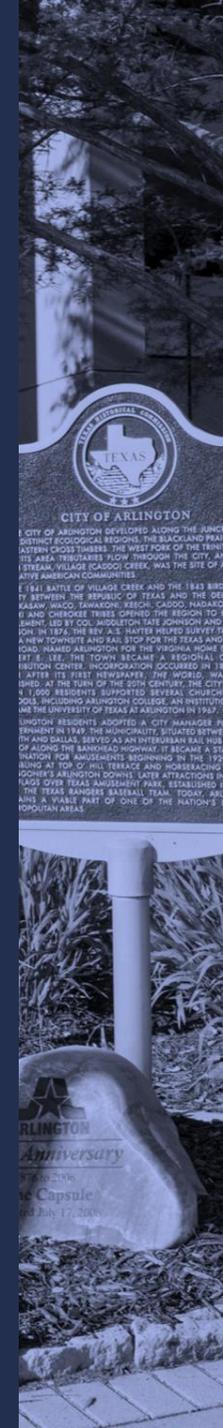
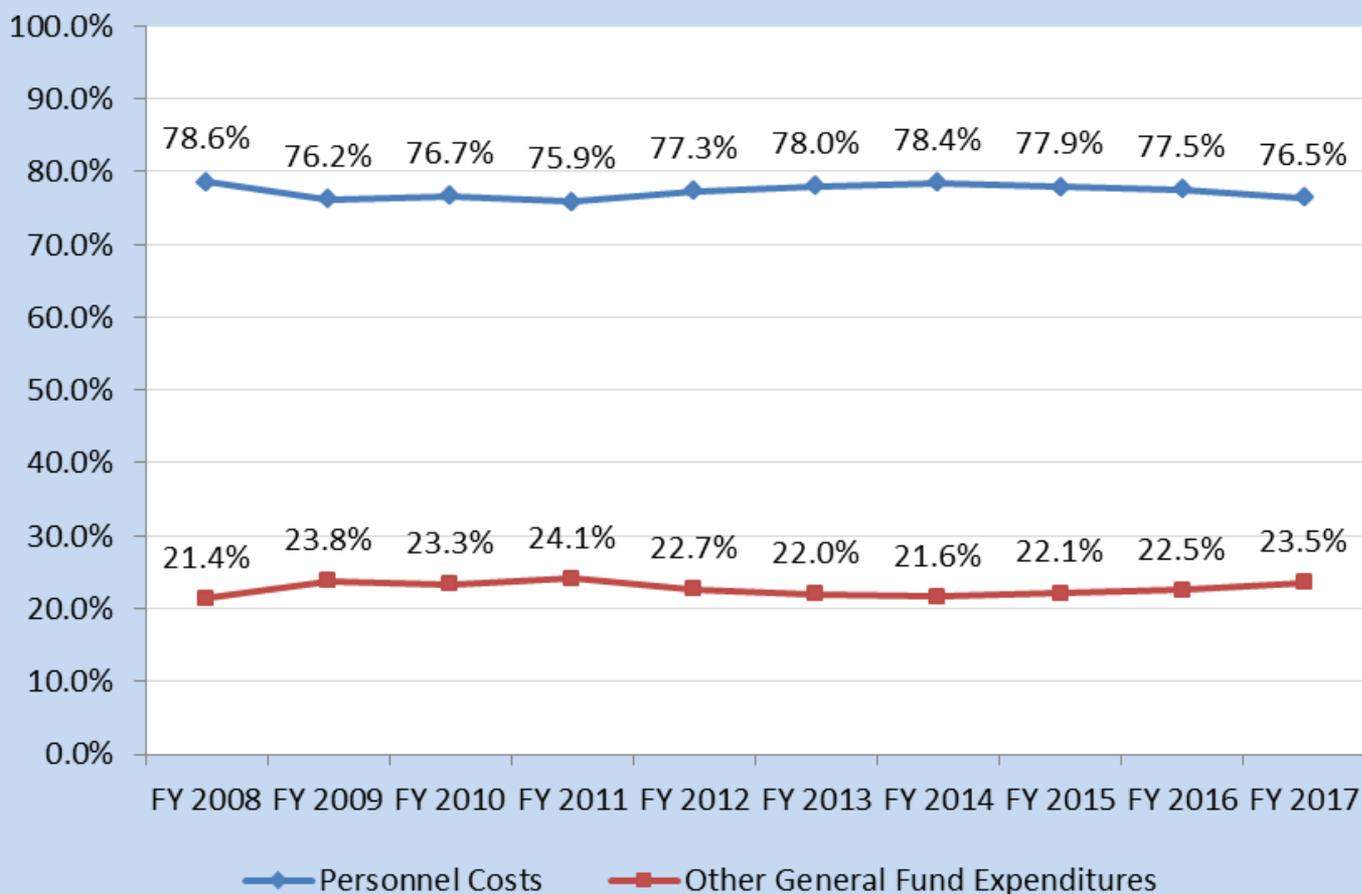


# General Fund Budget by Department



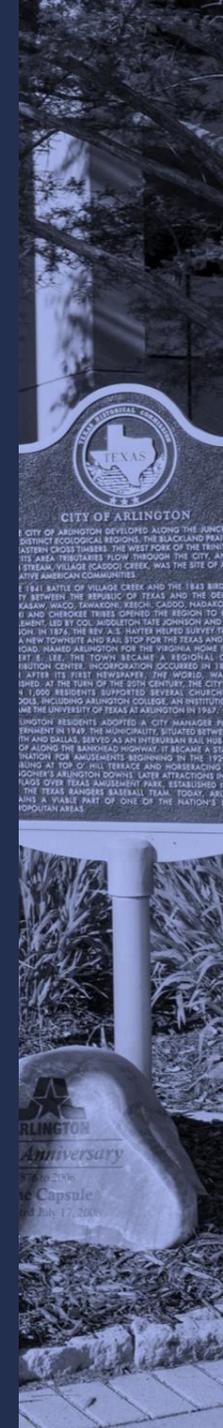
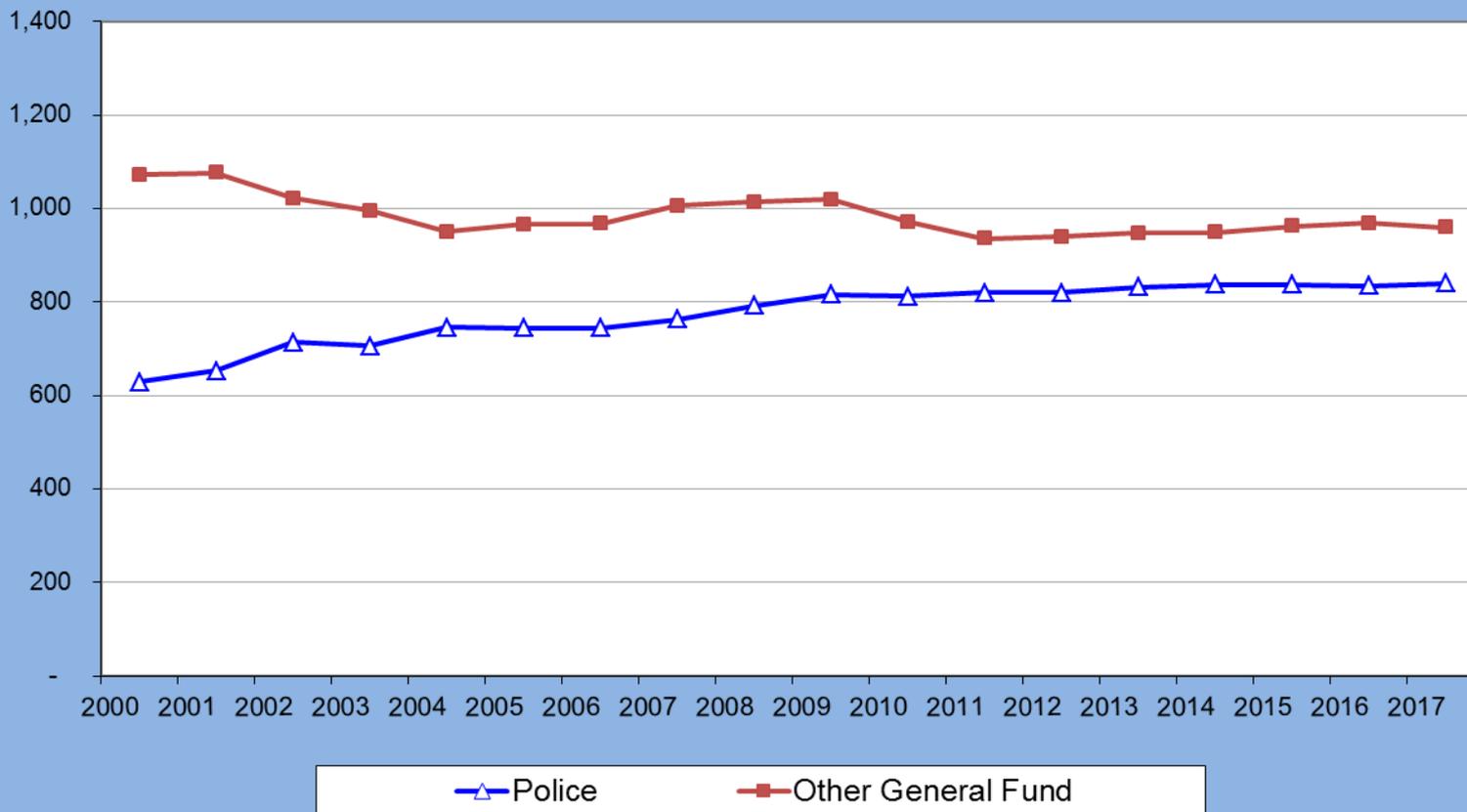
# General Fund Expenditures

**General Fund Budgeted Expenditures  
Percentages of Personnel and Non-Personnel Costs**



# General Fund Positions

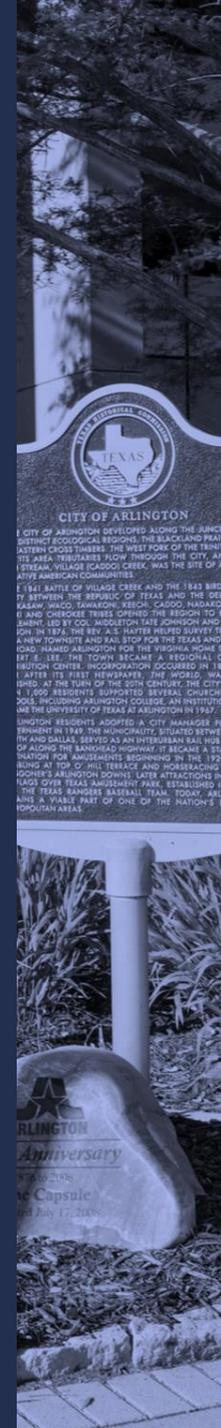
## Police vs. Other General Fund Staffing FY 2000 - FY 2016





# General Fund Revenue Changes

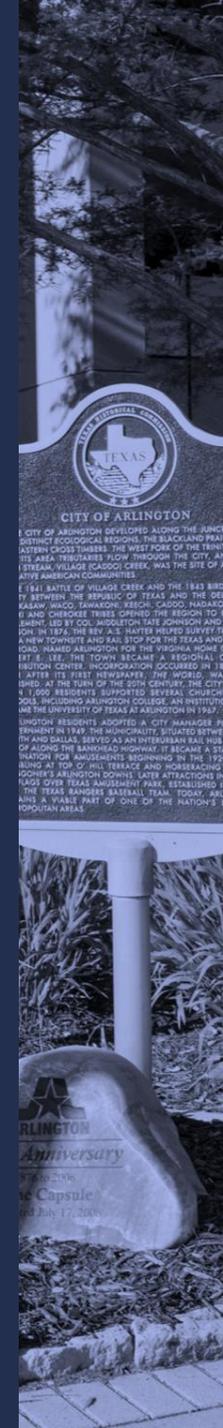
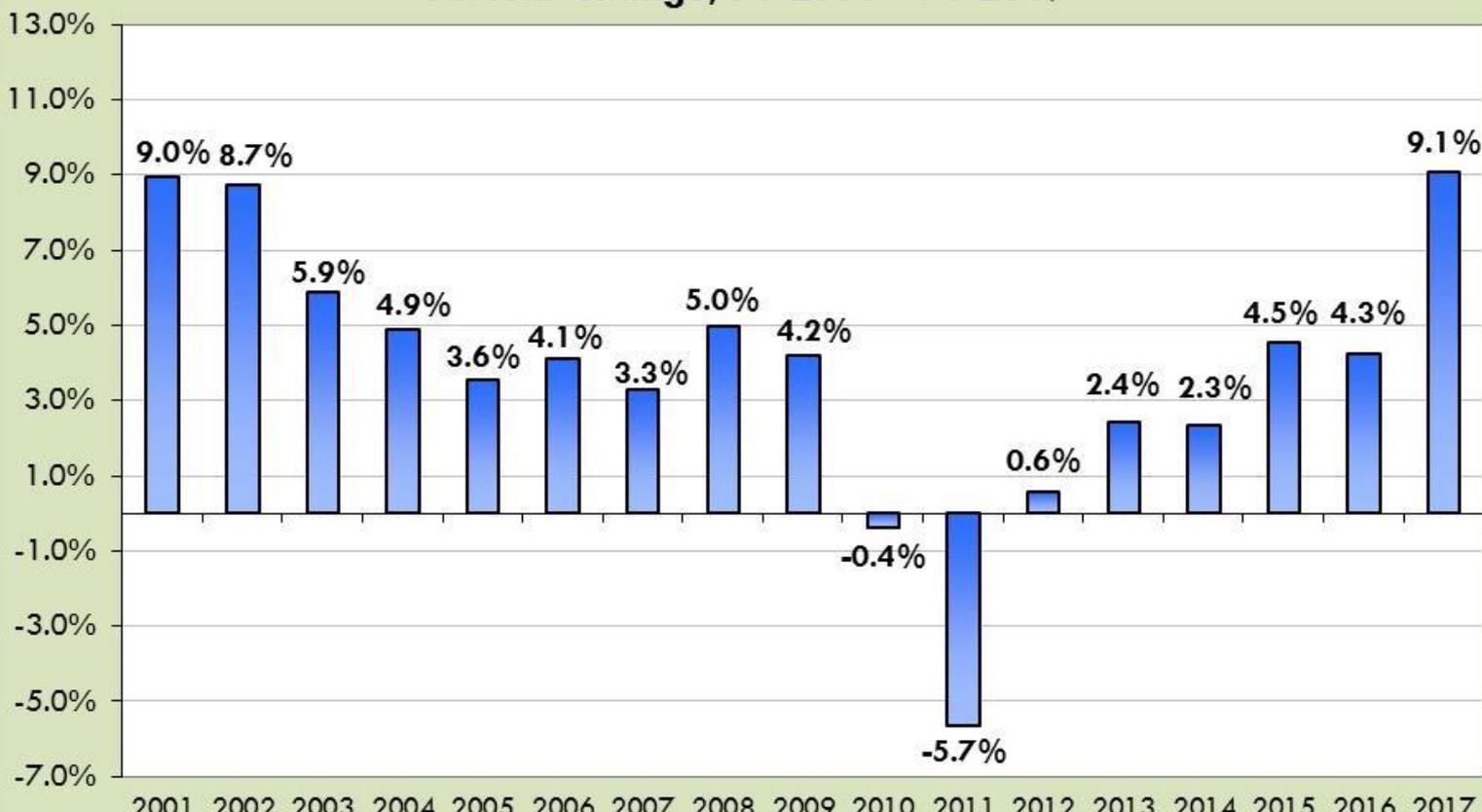
- Ad Valorem revenue increase of 9.8%
  - Increase in General Fund revenue of \$12.4M in FY 2017 budget
  - Anticipates September bill valuation change and ongoing impact of tax litigation settlements
- Sales Tax Revenue
  - FY 2017 General Fund sales tax revenue is projected to be \$60.4M, which is \$2.3M above the FY 2016 estimate
  - 4% growth
- Other Revenues
  - Municipal Court down \$1.5M
  - Franchise Fee growth of \$2M
  - Permits, plan review fees up \$700k
  - Airport land, ramp lease up \$190k
  - Interest income growth of \$193k





# Property Tax Base

**Assessed Value of Property Tax Base  
Percent Change, FY 2001 - FY 2017**



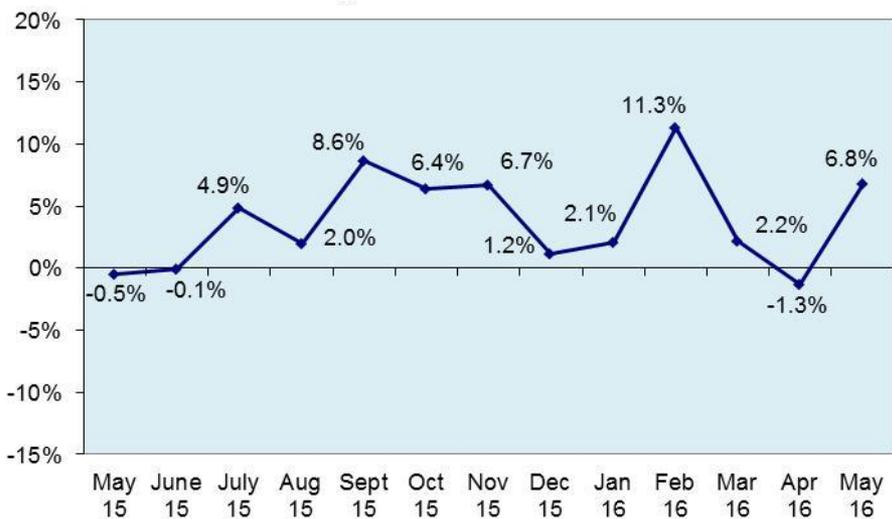
# Sales Tax Revenue Trends

Through May, sales tax revenue in the General Fund is \$477,000 under the weighted monthly budget amount for the year to date.

**FY 2016 Budget to Actual Comparison**  
In Millions



**Monthly Sales Tax Revenues**  
Percent Change from Same Month in Prior Year



Receipts are up from the prior year in 10 of the last 12 months. Through May, receipts are 3.9% above what the City received last year.





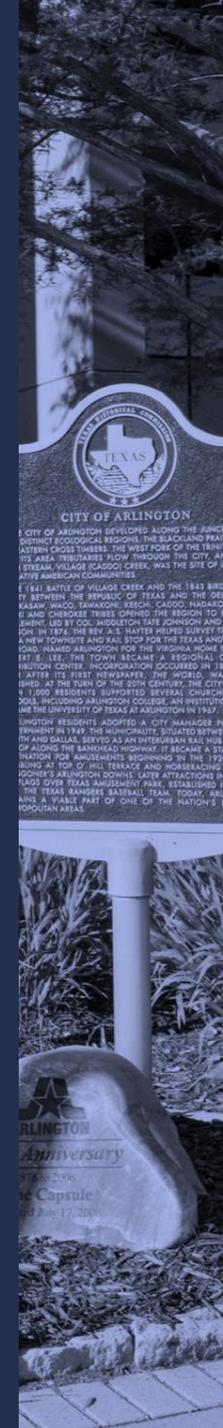
# Property Tax Rates

	<u>FY 2015</u>	<u>FY 2016</u>	<u>FY 2017</u>	Increase <u>(Decrease)</u>
General Fund Tax Rate	43.53	44.60	45.38	0.78
Debt Service Tax Rate	<u>21.27</u>	<u>20.20</u>	<u>19.10</u>	<u>(1.10)</u>
Total Property Tax Rate	64.80	64.80	64.48	(0.32)
Effective Tax Rate:	\$0.605738 per \$100 of assessed value			
Rollback Tax Rate:	\$0.653030 per \$100 of assessed value			



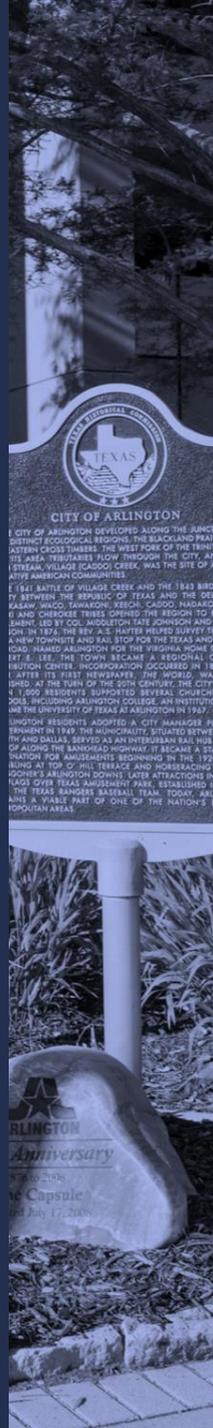
# Revenue Comparison

	Rate	Additional Revenue
% Increase in proposed revenues	5.5%	\$12M
DFW Inflation rate	2.7%	\$6M
Variance		\$6M
What it funded	Employee Compensation	\$6M





# Compensation & Benefits



CITY OF ARLINGTON  
THE CITY OF ARLINGTON DEVELOPED ALONG THE JUNCTION OF THE SOUTHERN ECOLOGICAL REGION, THE BLACKLAND PRAIRIE, AND THE EASTERN CROSS TIMBERS. THE WEST FORK OF THE TRINITY RIVER, ITS AREA, TRIBUTARIES FLOW THROUGH THE CITY. AN INTERSTATE RIVER, CROCKETT CREEK, WAS THE SITE OF EARLY AMERICAN COMMUNITIES.  
THE 1841 BATTLE OF WILSON CREEK AND THE 1843 BIRTH OF THE REPUBLIC OF TEXAS AND THE GREAT PLAINS, WACONIA REGION, SOUTHWEST TEXAS, AND THE GREAT PLAINS AND CHEROKEE TRAILS OPENED THE REGION TO SETTLEMENT. LED BY COL. MIDDLETON TATE JOHNSON AND JOHN W. HAY, THE NEW U.S. FRONTIER SURVEYED A NEW TOWNSITE AND RAIL STOP FOR THE TEXAS AND PACIFIC RAILROAD. ARLINGTON BECAME A REGIONAL CENTER. INCORPORATION OCCURRED IN 1856. AFTER ITS FIRST NEWSPAPER, THE WORLD, WAS PUBLISHED IN THE CITY IN THE 1850S, THE CITY GROWED TO A POPULATION OF 1,000 RESIDENTS. SUPPORTED SEVERAL CHURCHES, INCLUDING ARLINGTON COLLEGE, AN INSTITUTE OF THE UNIVERSITY OF TEXAS AT ARLINGTON IN 1867. ARLINGTON RESIDENTS ADOPTED A CITY MANAGER SYSTEM IN 1899. THE MUNICIPALITY STRENGTHENED THE CITY ALONG THE BAYFORD HIGHWAY. IT BECAME A STOP FOR NATIONAL TOURISTS BEGINNING IN THE 1920S. BUILDING AT TOP O' HILL TERRACE AND HOBBSBACH COOPER'S ARLINGTON DOWNY LATER ATTRACTED THE TEXAS LONGHORNS FOOTBALL TEAM. TODAY, ARLINGTON IS A VIBANT PART OF ONE OF THE NATION'S TOP 500 METRO AREAS.





# Compensation Plan Year 1

Job Family	CoA Avg Blend	Year 1 Increase	Year 1 Cost
Engineering	6.6% below	6.9%	\$69,310
Information Technology	11.2% below	8.4%	\$344,223
Admin/Clerical	9.3% below	7.8%	\$473,978
Management Professional	6.6% below	6.9%	\$1,499,427
Technical/Craft	4.1% below	6.0%	\$729,355
Job Family	CoA Avg Blend	Year 1 Increase	Year 1 Cost
Police Officer	0.3% above	4.6%	\$1,349,935
Police Sgt	2.6% below	5.5%	\$349,962
Police LT	1.5% below	5.2%	\$104,219
Firefighter	1.6% below	5.2%	\$487,311
Apparatus Operator	1.7% below	5.2%	\$247,145
Fire LT	1.6% below	5.2%	\$210,914
Fire Captain	1.4% above	4.2%	\$66,048
Battalion Chief	1.4% above	4.2%	\$47,672
<b>Total General Fund</b>			<b>\$5,979,499</b>

**Proposed compensation increase for all funds = \$7.1M**





# Premium Increase for Employees

City of Arlington 2017 Potential Actives Premium (Per Pay Period)			
HDHP High Deductible Health Plan			
	2016 Rate	2017 Rate	2017 \$ Diff.
Employee Only	\$ 12.13	\$ 12.81	\$ 0.68
Employee + Spouse	\$ 51.31	\$ 54.18	\$ 2.87
Employee + Child(ren)	\$ 20.22	\$ 21.35	\$ 1.13
Employee + Family	\$ 72.06	\$ 76.10	\$ 4.04
EPO (Exclusive Provider Organization)			
	2016 Rate	2017 Rate	2017 \$ Diff.
Employee Only	\$ 26.99	\$ 28.50	\$ 1.51
Employee + Spouse	\$ 114.18	\$ 120.57	\$ 6.39
Employee + Child(ren)	\$ 67.50	\$ 71.28	\$ 3.78
Employee + Family	\$ 160.33	\$ 169.31	\$ 8.98



# Health Benefits Strategies

2017

2018

2019

## 2017

- Evaluate Employee Health and Wellness Clinic for employees and retirees on insurance plan
- Review Employee/City Contributions
- Evaluate other Medical/RX network pricing options
- RFP for Medical Plan – effective 2018
- Evaluate health exchange offering to <65 Retirees

## Considerations for 2018

- Tobacco Surcharge
  - Employee Only (\$50 month)
- Narrow Provider networks for Medical and Rx
- Implement new medical Third Party Administrator (if UHC not selected)
- Evaluate dropping one plan and only offering High Deductible Health Plan
- Evaluate moving employees to the Federal Exchange
- Pare down health insurance plan to offer only ACA mandated coverage to ensure excise tax is not applied

## Considerations for 2019

- Expand tobacco surcharge to spouse
- Increase the difference between wellness non-participation medical rates and those who participate in wellness
- Add additional Rx tiers for generic and specialty drugs
- Expectant mothers to attend prenatal classes for top level coverage, if they do not attend, lower coinsurance applies

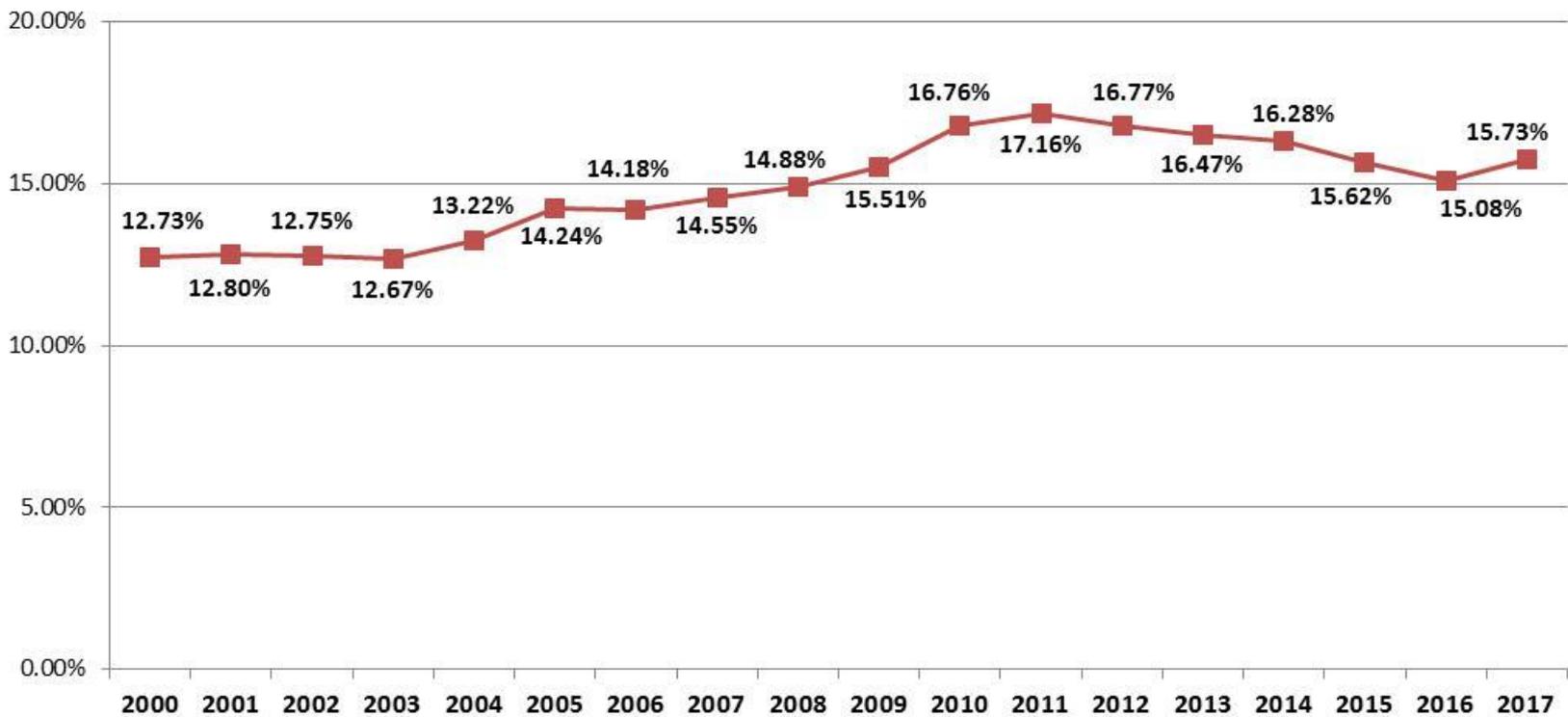


## TMRS

- Decreased Rate of return from 7% to 6.75%
- Decreased CPI from 3% to 2.5%
- Funded full \$509,185 increase, not phased in
- Rate increase from 15.08% to 15.73%
- Amortization Period from 21 years to 20.4 years
- Increased funded ratio from 86% to 86.5%

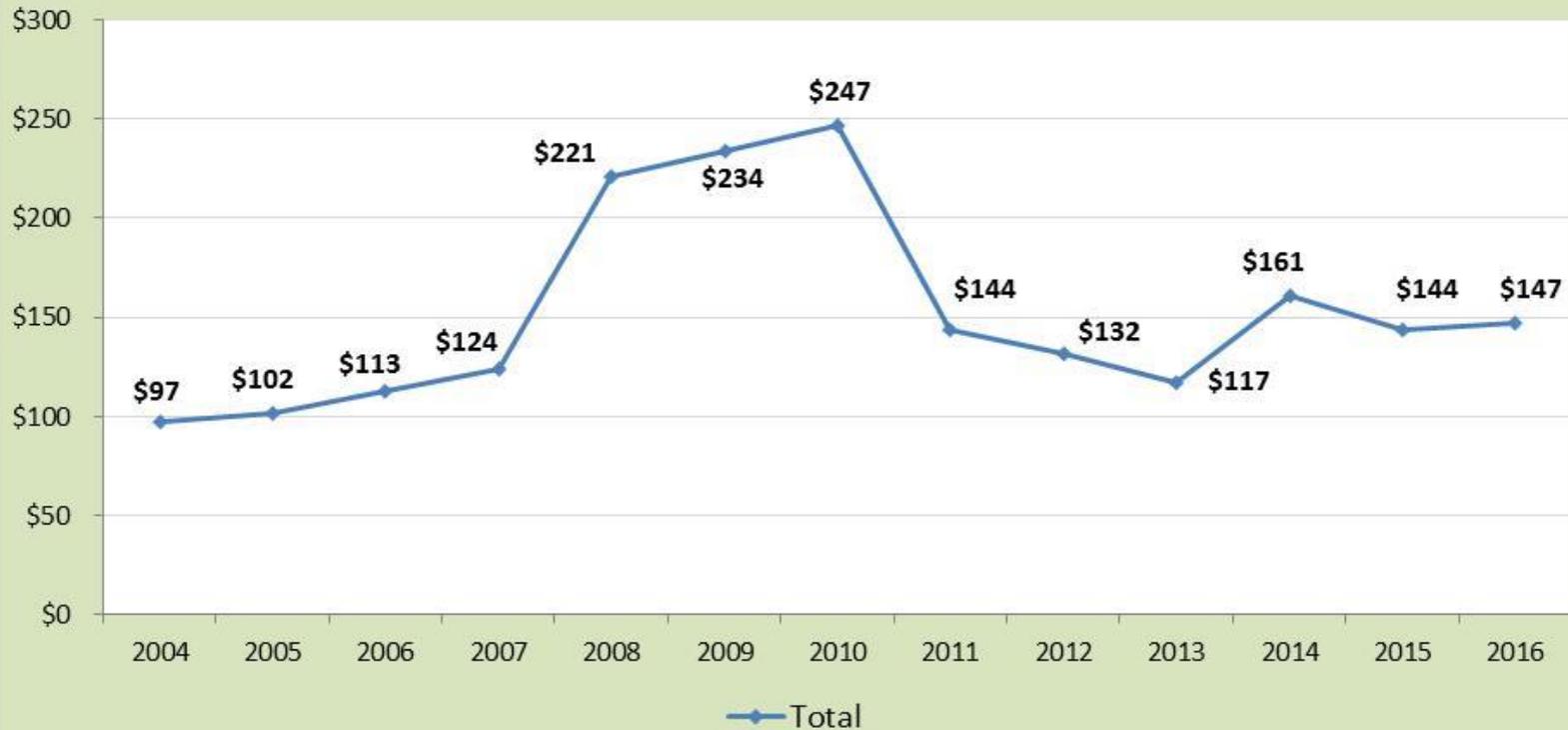


# TMRS Contribution Rates



# TMRS UAAL

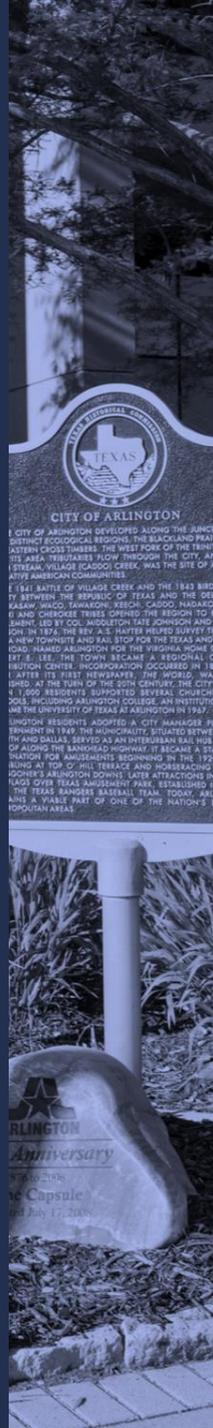
## Unfunded Actuarial Accrued Liability (in \$ millions)



## Unfunded OPEB (in \$ millions)



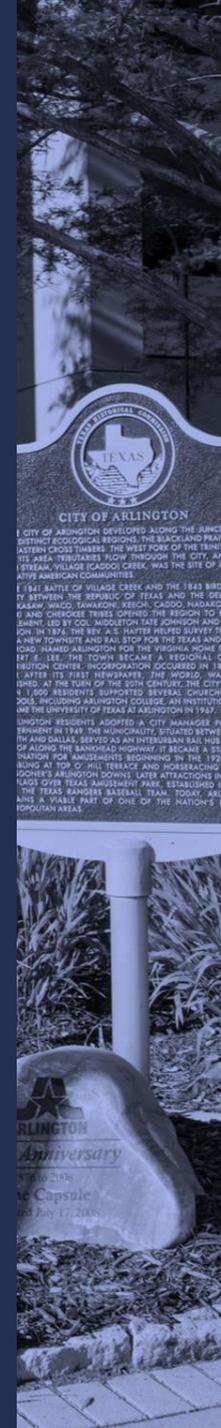
# Council Priorities



# Recurring Funding Summary – General Fund

Category	Amount
Mandates & Contractual Increases	\$1.63M
Compensation & Benefits	\$7.12M
Public Safety	\$2.34M
Priorities & Needs	\$1.34M
Total	\$12.43M

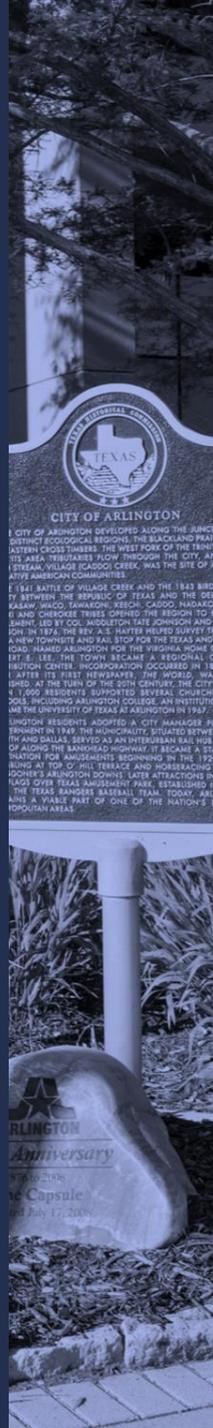
- 55 deferred requests, \$8.8M, 16 positions



# Council Priorities - Highlights

## Invest in Our Economy

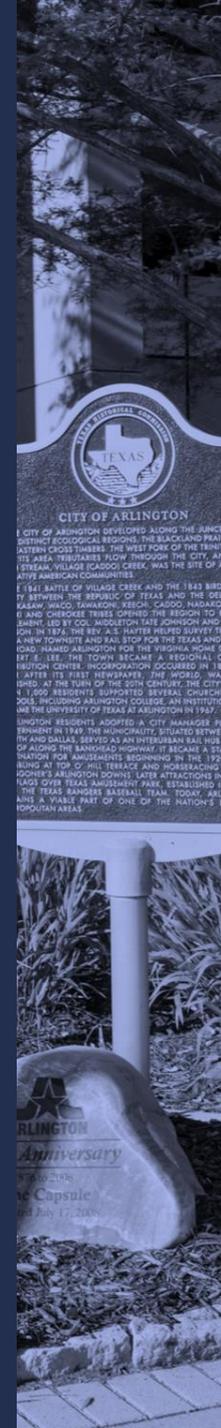
- Hotel Attraction Support (\$125,000)
- Continue Gateway Sign Projects (\$300,000)
- Aviation Tower Operating Hours Extension (\$4,680)
- Innovation/ Venture Capital (\$1,171,925)
- Increase ACTC Arts & Revitalization Funding \$125,000
  - FY17 total = \$300,000
  - \$100,000 to be spent on local arts organizations
- Convention and Event Services Investments (\$1,510,163)



# Council Priorities - Highlights

## Enhance Regional Mobility

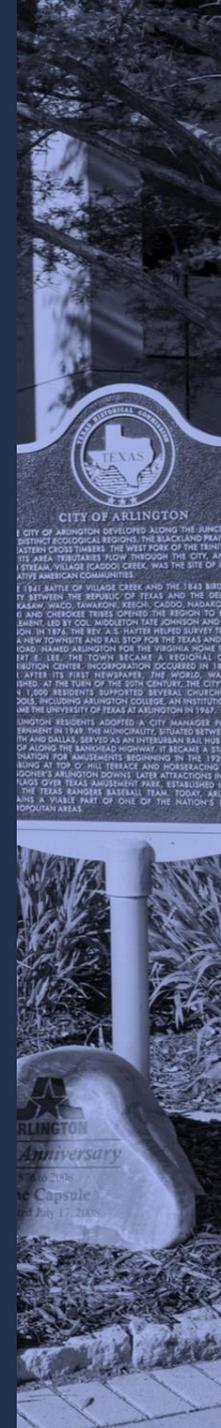
- MAX Service (\$81,551)
- Additional Funding for Street Maintenance (\$2.7 Million)
- Additional Streetlight Maintenance (\$50,000)
- Initiate I-20 Ramp Planning
- Continue Accelerated Capital Investment Plan



# Council Priorities - Highlights

## Put Technology to Work

- Microsoft Office Upgrade (\$540,000)
- Software Maintenance (\$140,000)
- City Data Management (\$200,000)
- Department Technology Projects (\$345,300)
  - Granicus Software Upgrade
  - Police Mobile Application
  - Electronic Recruitment Replacement
  - Parks CLASS Scheduling Software – continuation from FY 2016
- Radio Maintenance Increase (\$400,000 with \$315,000 offset from Tarrant County)



# Council Priorities - Highlights

## Champion Great Neighborhoods

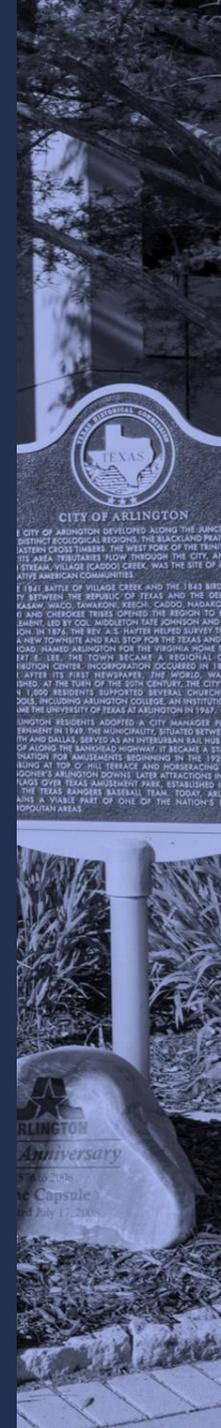
- Neighborhood Matching Grant Program (\$100,000)
- CPI Increase for Mowing Contract (\$37,000)
- Code Compliance Service Enhancements (\$30,000)
- Body-Worn Cameras for Police (\$2.4 Million)
- Fire Department Heavy Fleet Replacement (\$628,000)



# Council Priorities - Highlights

## Champion Great Neighborhoods

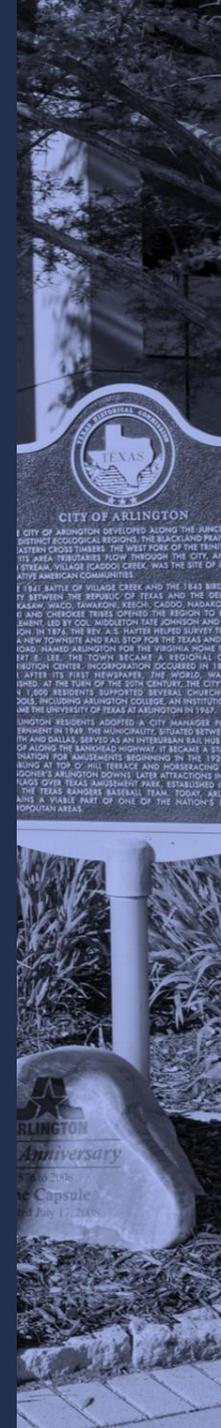
- Match for 2015 COPS Hiring Grant (\$578,000)
- Add 2 Storm Water Civil Engineers (\$190,000)
- Add a Water Resource Technician (\$57,000)



# Council Priorities - Highlights

## Support Quality Education

- AISD Hometown Recruiting (\$79,700)
- Library E-Content (\$75,000)
- Downtown Library
- East Library



# Core Services - Highlights

## Public Safety

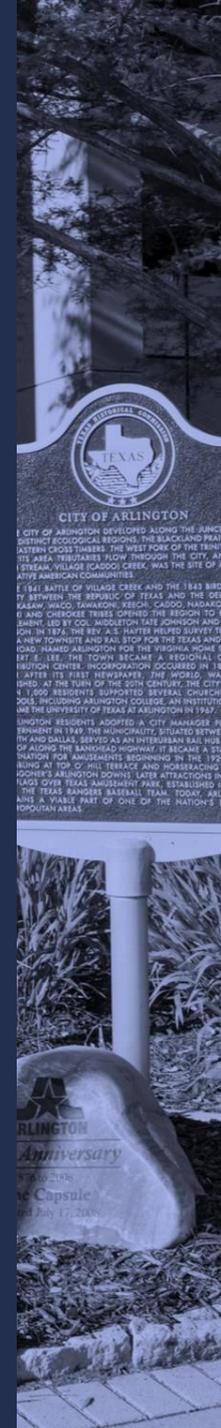
- Police Patrol Carbines (\$278,000)
- Police Tasers (\$221,000)



# Core Services - Highlights

## Culture / Recreation / Education

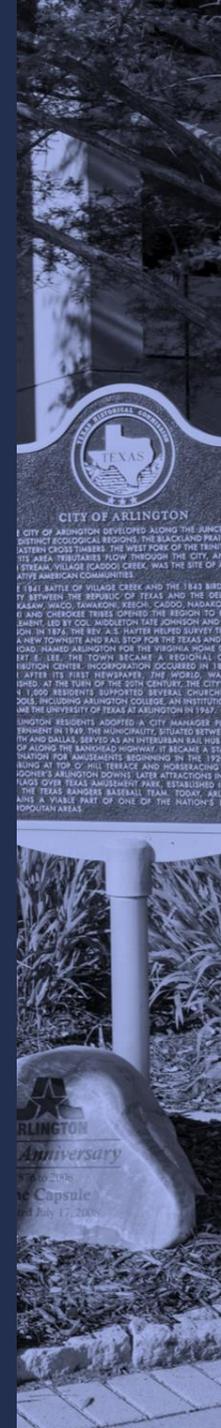
- Bad Koenigshofen Pool Filtration System enhancement (\$193,000)
- Ditto Golf Course Redevelopment (\$122,000)
- Sports Field Enhancement increase (\$22,000)
- Funding for Assistant Director of Parks (\$126,000)
- New Parks Development O&M Funding (\$380,000)



# Core Services - Highlights

## Financial / Economic Development

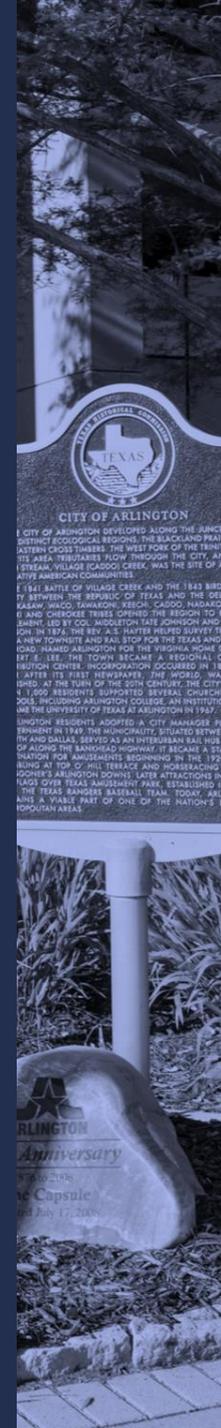
- Compensation Study Year 2 of 5 (\$46,200)
- Increase in Contract for TAD (\$25,900)
- Bond Handling Fees Increase (\$20,000)



# Core Services - Highlights

## Infrastructure

- Jail Maintenance (\$100,000)
- Animal Services HVAC (\$400,000)
- Out of Life Fleet Replacements (\$889,000)





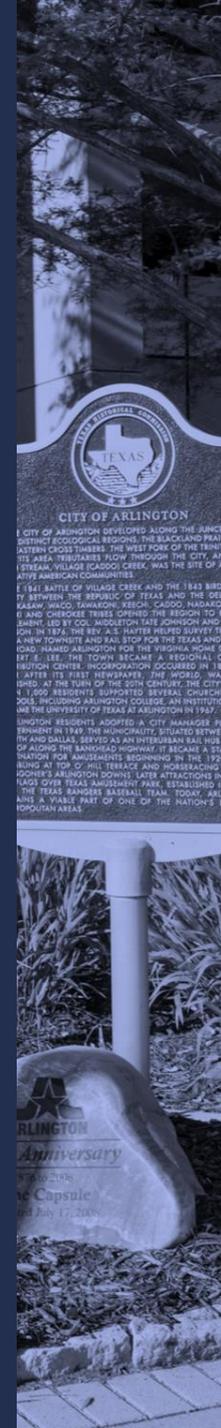
# Other Funds





# Convention & Event Services Program Changes

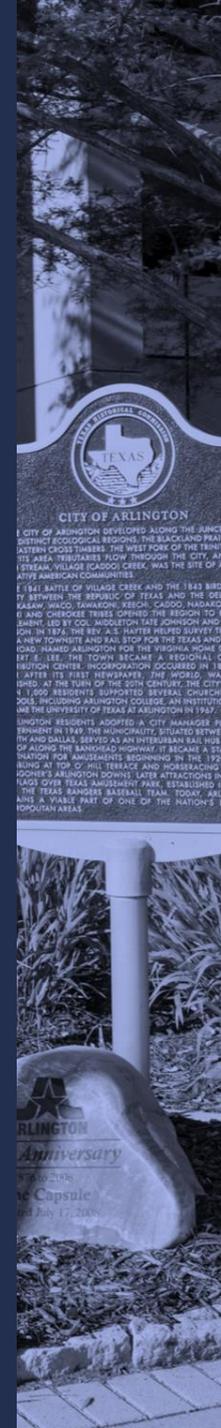
- Revenues are \$3.5 Million higher than FY16
  - Hotel Occupancy Tax up \$843K
  - Convention Center Revenues up \$201K
  - Stadium Naming Rights Revenues \$2.5M
- FY 2017 Expenditures
  - Recurring New Expenses \$525K and include
    - Funding for ACVB \$400K
    - Funding for Cultural Tourism Council \$125K
  - One-time Expenses \$1.5M and include
    - Funding for ACVB \$500K
    - Gateway Signage Carryforward \$300K
    - HVAC Software and Controls \$450K
    - Hotel Attraction Support \$125K





# Park Performance Fund Program Changes

- Revenues are \$913K lower than FY 2016
  - Golf Revenue is down \$1.15M due to Ditto Renovation
  - Recreation Revenue is up \$85K
  - Fields Revenue is up \$155K
- FY 2017 Expenditures are \$495K higher than FY 2016
  - Golf Expenditures are up \$148K
  - Recreation Expenditures are up \$318K
  - Field Expenditures are up \$30K





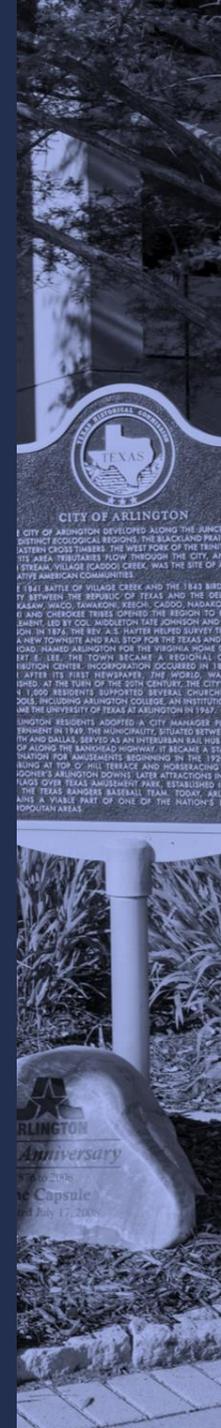
# Communication Services Program Changes

- FY 2017 Expenditures
  - CAD Maintenance Increase \$13,642
  - Radio Maintenance Increase \$400,000
    - Offset by revenues from Tarrant County
  - Replacement of CAD servers \$115K one-time
    - Offset by Fund Balance



# IT Support Fund Program Changes

- FY 2017 Expenditures are \$5.17 Million higher than in FY 2016
  - IT General Fund moved into Support Fund for FY 2017
  - Offset with increased chargebacks in General Fund
  - Net Zero Impact City-Wide
- One-time project expenses \$655,500K
  - Data Management \$200K
  - Supplementary Resources \$287,000
- Recurring new expenses \$1.38 Million
  - Microsoft Office Upgrade \$540K
  - Software Maintenance \$140K
  - Contract Staffing \$233K





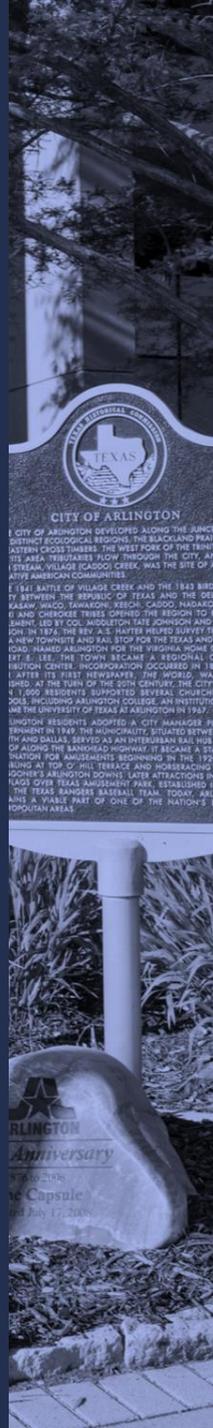
# Water Utilities Program Changes

## Additions

- TRWD Rate Increase \$3,071,847
- TRA Rate Increase \$2,867,419
- Fleet Replacement \$700,000
- Software Maintenance \$144,961
- TCEQ System User Fee \$110,466
- New Water Resource Technician \$56,918
- Chief Tech Reclasses \$44,082
- Credit Card Service Fees \$32,000
- Migration XC2 to enQuesta \$30,000
- Bond Handling Fees \$20,000

## Deletions

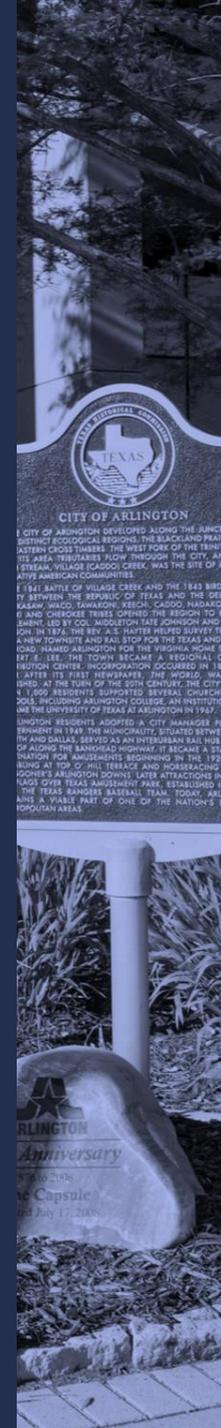
- Eliminate WIS Manager \$108,906
- Eliminate 2 Utilities Dispatchers \$104,764
- Reduce Shift Differential \$4,073





# Water Fixed Monthly Charge

Meter Size	FY16	Proposed FY17	
		Residential	Commercial
3/4	\$6.40/\$9.00	\$6.40/\$9.00	\$9.00
1	15.00	15.00	15.00
1-1/2	34.30	34.30	34.30
2	60.00	60.00	60.00
3	141.00		141.00
4	225.00		225.00
6	524.00		524.00
8	820.00		820.00
10	1232.00		1232.00



CITY OF ARLINGTON DEVELOPED ALONG THE JUNCTION OF THE RAILROADS IN THE 1850S AND EARLY 1860S. THE WEST FORK OF THE TRINITY RIVER FLOWS THROUGH THE CITY. AT THE BATTLE OF VILLAGE CREEK, WAS THE SITE OF AN ACTIVE AMERICAN COMMUNITIES.

THE BATTLE OF VILLAGE CREEK AND THE 1843 BIRTH OF THE REPUBLIC OF TEXAS AND THE OREGON, CALIFORNIA, AND ARIZONA TERRITORIES. THE AREA WAS SETTLED BY THE TEXAS AND OREGON TRAILS OPENED THE REGION TO SETTLEMENT. LED BY COL. MIDDLETON TATE JOHNSON AND FOR IN TEXAS, THE NEW U.S. NAVY HAD SURVEYED A NEW TOWNSITE AND RAIL STOP FOR THE TEXAS AND OREGON TRAIL. THE TOWN BECAME A REGIONAL CENTER. INCORPORATION OCCURRED IN 1857. AFTER ITS FIRST NEWSPAPER, THE WORLD, WAS BORN IN THE TOWN OF THE 19TH CENTURY. THE CITY'S EARLY JOBS, INCLUDING ARLINGTON COLLEGE, AN INSTITUTION OF THE UNIVERSITY OF TEXAS AT ARLINGTON IN 1867. ARLINGTON RESIDENTS ADOPTED A CITY MANAGER. FROM 1881 TO 1889, THE MUNICIPALITY STREETS BETWEEN THE BARRIERS HIGHWAY. IT BECAME A STOP ALONG THE BARRIERS HIGHWAY.



# Water Conservation Rates Residential Block Structure

Usage (1,000 gal)	FY16	Proposed FY17
0 - 2	\$2.02	\$2.02
3 - 10	2.79	2.79
11 - 15	4.02	4.02
16 - 29	4.79	4.79
≥ 30	5.94	5.94





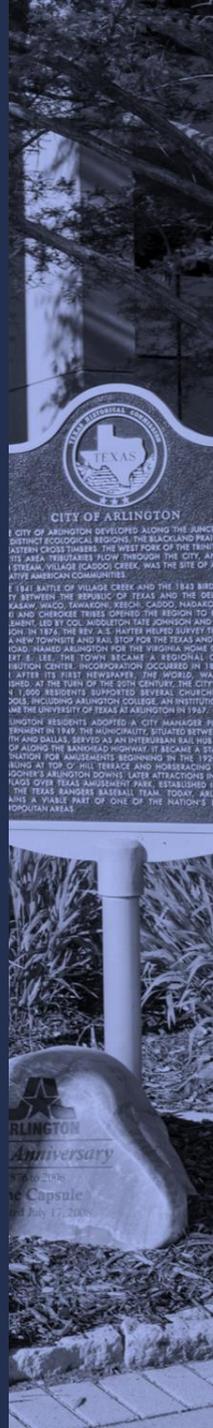
# Cost of Service Commercial Volume Rate Block Structure

Usage (1,000 gals)	FY16	Proposed FY17
0 - 15	\$ 2.70	\$3.00
≥ 16	2.84	3.16



# Water Conservation Rates Construction Meter Rates

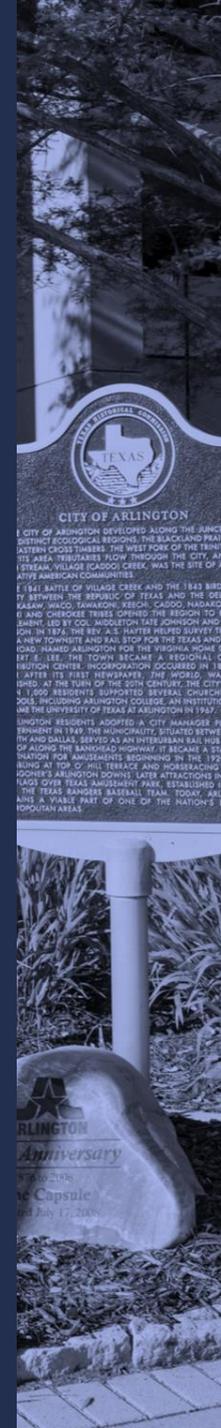
Usage (1,000 gal)	FY16	Proposed FY17
0-99	\$ 5.52	\$5.90
≥ 100	6.96	7.44





# Sewer Fixed Monthly Charge

Meter Size	FY16	Proposed FY17
	<b>Residential and Commercial</b>	<b>Residential and Commercial</b>
<b>3/4</b>	<b>\$5.10/\$9.30</b>	<b>\$5.80/\$9.90</b>
<b>1</b>	<b>16.00</b>	<b>16.80</b>
<b>1-1/2</b>	<b>36.50</b>	<b>38.70</b>
<b>2</b>	<b>59.10</b>	<b>60.50</b>
<b>3</b>	<b>131.00</b>	<b>187.00</b>
<b>4</b>	<b>210.00</b>	<b>279.00</b>
<b>6</b>	<b>526.00</b>	<b>759.00</b>
<b>8</b>	<b>751.00</b>	<b>1000.00</b>
<b>10</b>	<b>1110.00</b>	<b>1458.00</b>

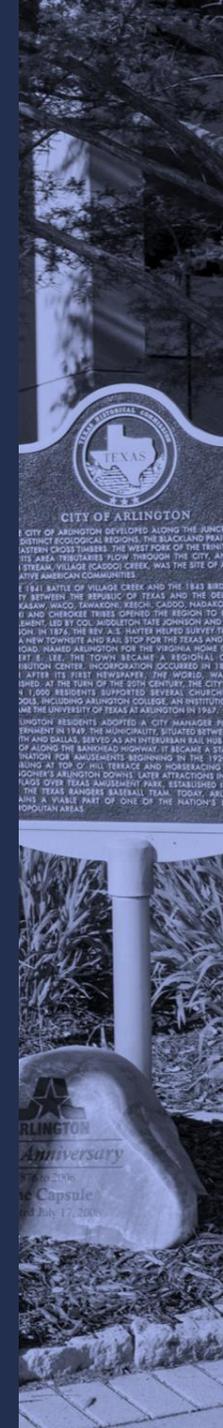






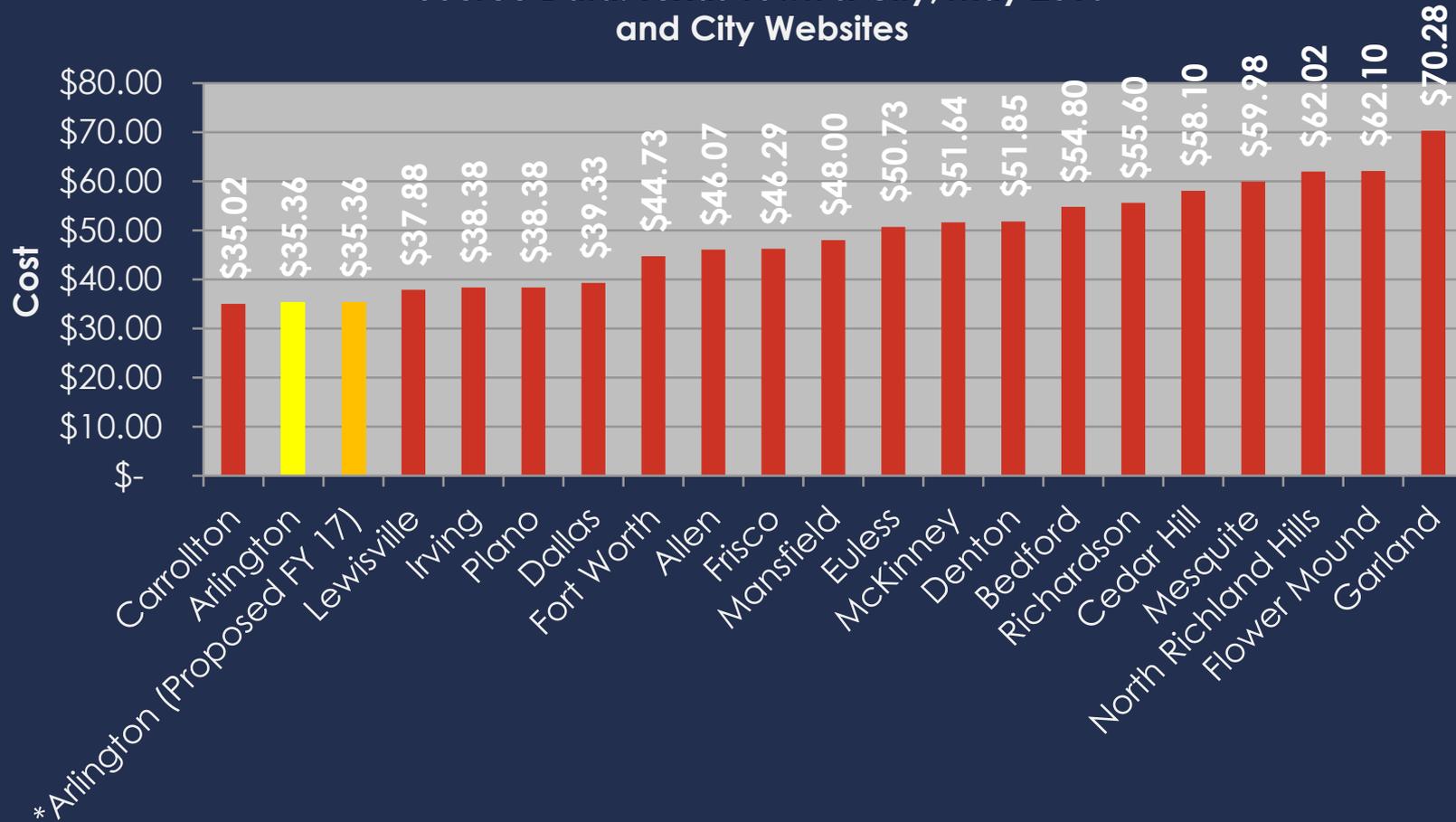
# Customer Impact

Monthly Bill (Water/Wastewater)	FY16	Proposed FY17	Annual Impact	Percentage Increase
Minimum User – 3/4" meter (2,000 gal/ 2,000 gal)	\$22.96	\$24.60	\$19.68	7.14%
Avg. Residential User – 3/4" meter (7,000 gal/ 4,000 gal)	\$51.13	\$53.61	\$29.76	4.85%
Commercial Customer – 2" meter (50,000 gal/ 50,000 gal)	\$444.50	\$485.10	\$487.20	9.13%

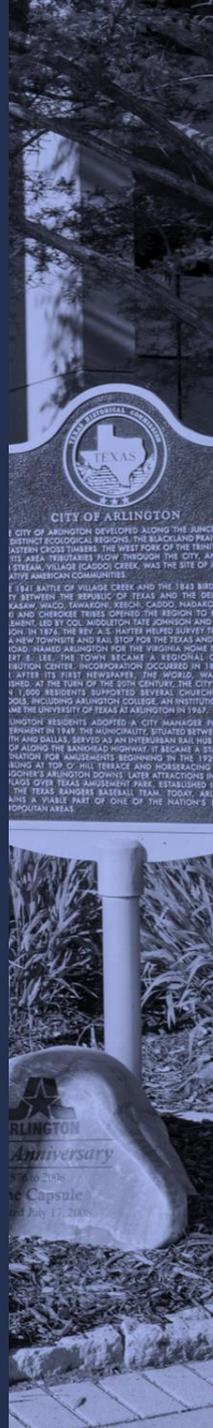


# Residential Water Rates for 10,000 Gallons

Source Data: Texas Town & City, May 2016  
and City Websites

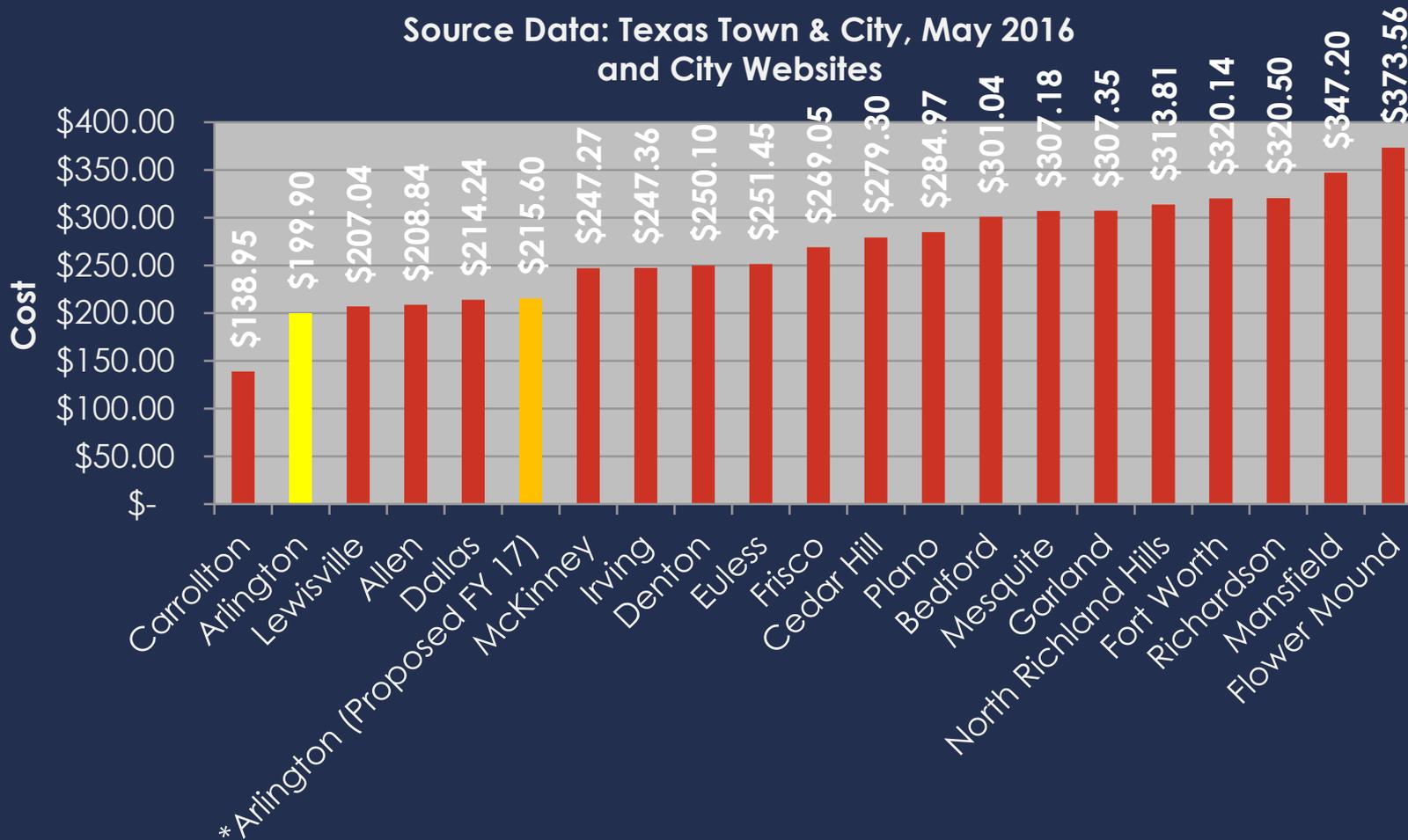


\*Arlington's proposed increase compared to other cities prior to their increase

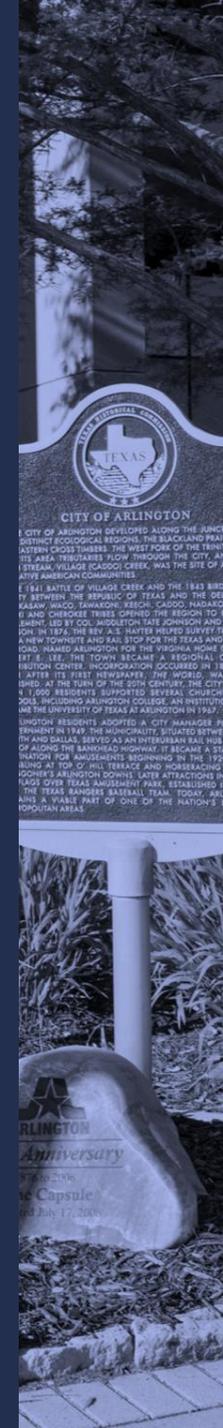


# Commercial Water Rates for 50,000 Gallons

Source Data: Texas Town & City, May 2016  
and City Websites

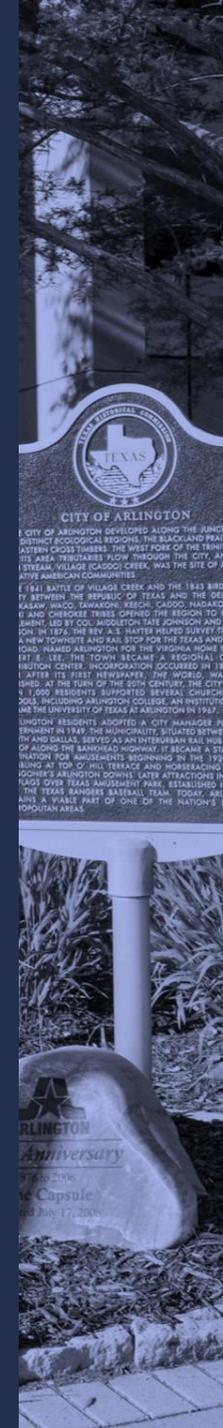
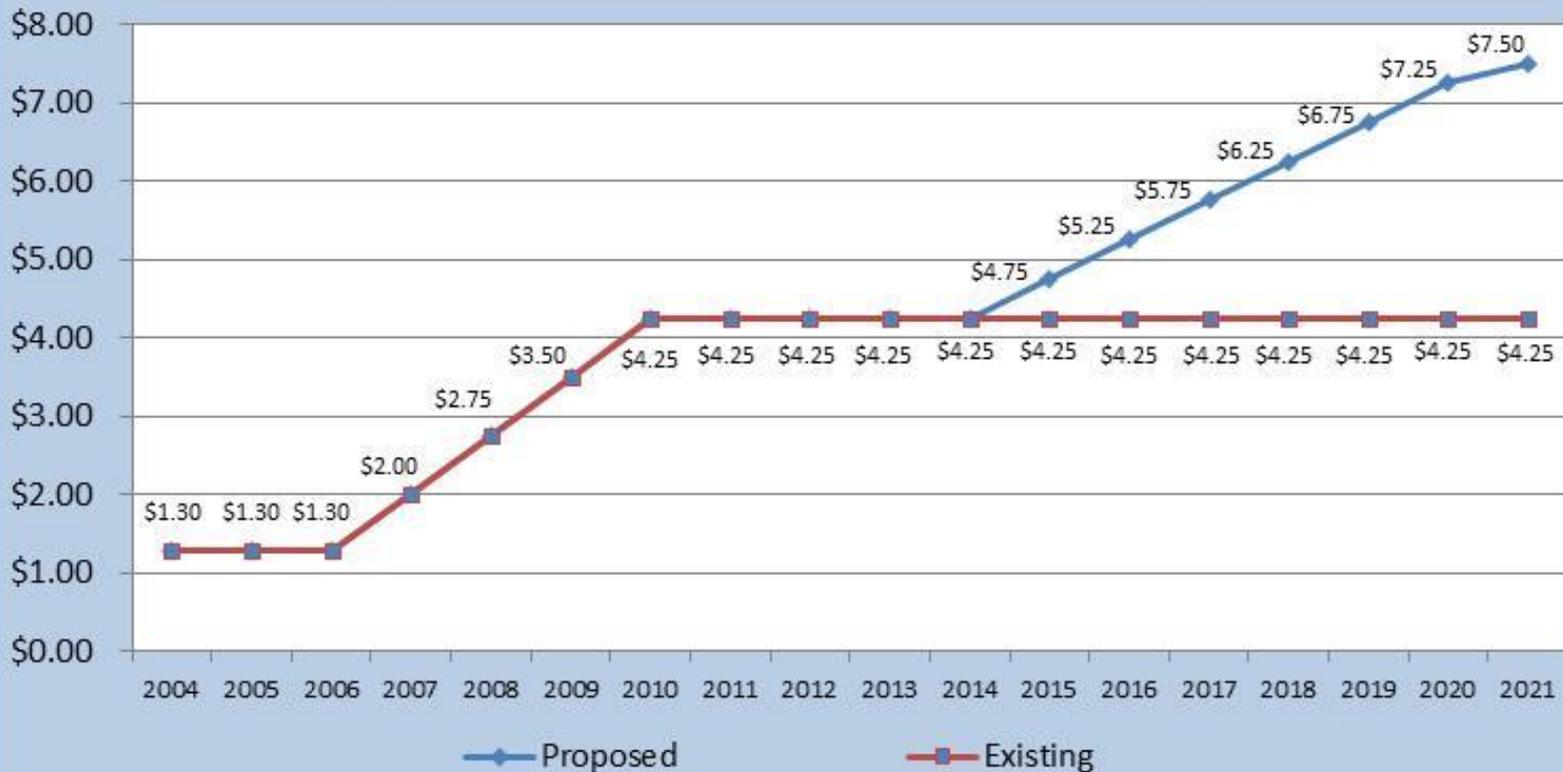


\*Arlington's proposed increase compared to other cities prior to their increase



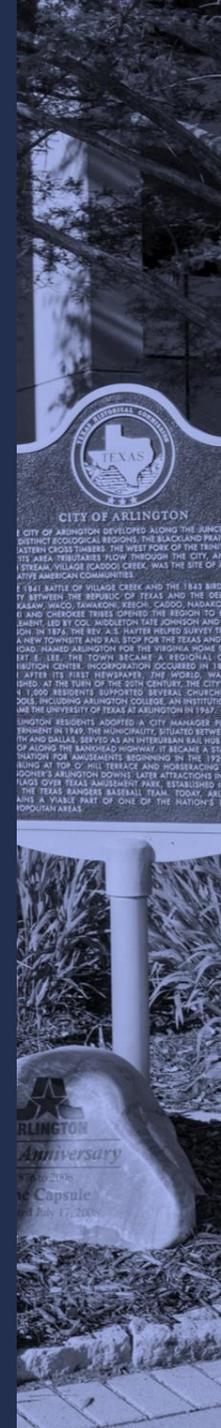
# Storm Water Utility Fund

## Storm Water Rates, Existing and Proposed 2004 - 2021



# Street Maintenance Fund

- Sales tax increase of almost \$600k over current year estimate
- \$2.7M in additional contracted street maintenance
- \$50,000 for streetlight maintenance





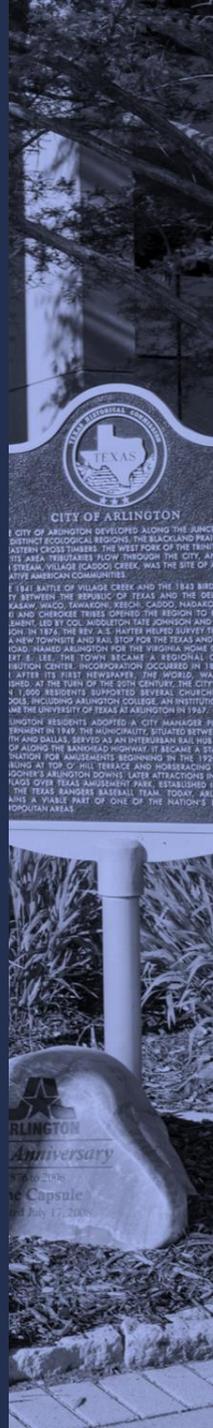
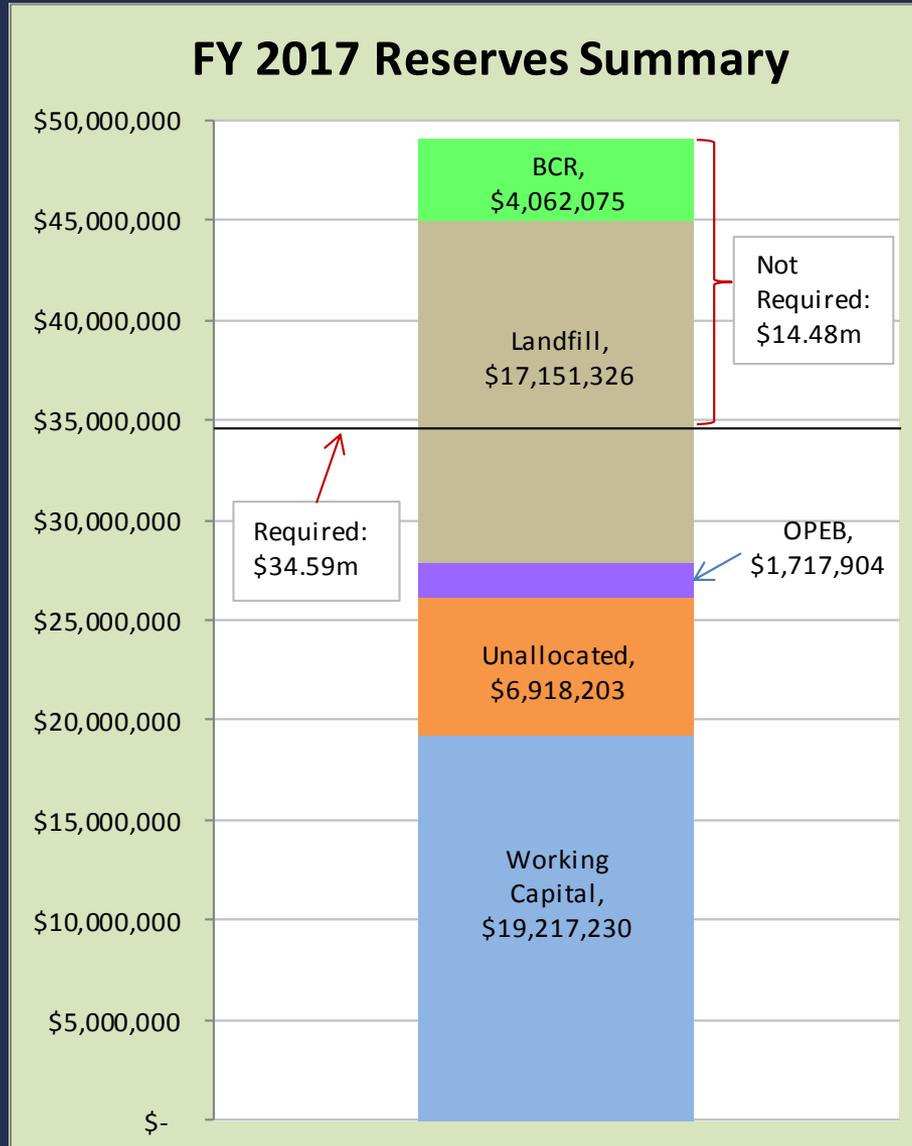
# Selected City Reserves

## SELECTED FINANCIAL RESERVES FY 2017 OPERATING POSITION

	UNALLOCATED	WORKING CAPITAL	BUSINESS CONTINUITY	LANDFILL LEASE	OTHER POST EMPLOYMENT BENEFITS
Balance on October 1, 2015	\$ 6,538,179	\$ 18,161,609	\$ 4,062,075	\$ 17,151,326	\$ 1,717,904
Appropriated Amounts	-	-	-	-	-
Transfers In / (Out)	<u>380,024</u>	<u>1,055,621</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance on September 30, 2016	\$ 6,918,203	\$ 19,217,230	\$ 4,062,075	\$ 17,151,326	\$ 1,717,904
Appropriated Amounts	-	-	-	-	-
Transfers In / (Out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Balance on September 30, 2017	\$ 6,918,203	\$ 19,217,230	\$ 4,062,075	\$ 17,151,326	\$ 1,717,904

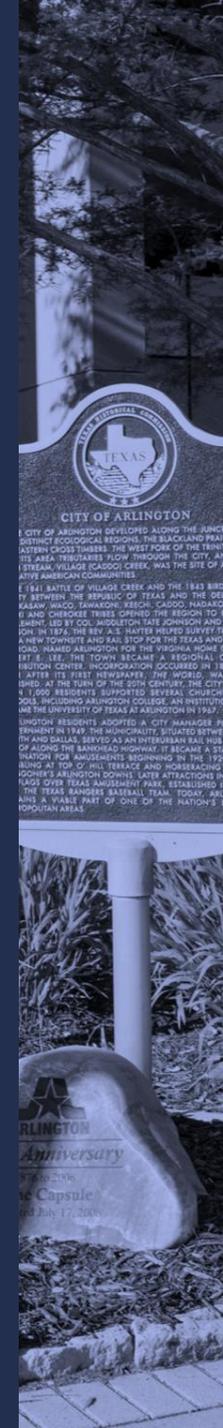
Anniversary  
2006  
Capsule  
July 17, 2006

# FY 2017 Summary of Reserves



# Reserve Trends

**Reserves as a Percentage of Recurring General Fund Budget  
FY 2012 - FY 2017**



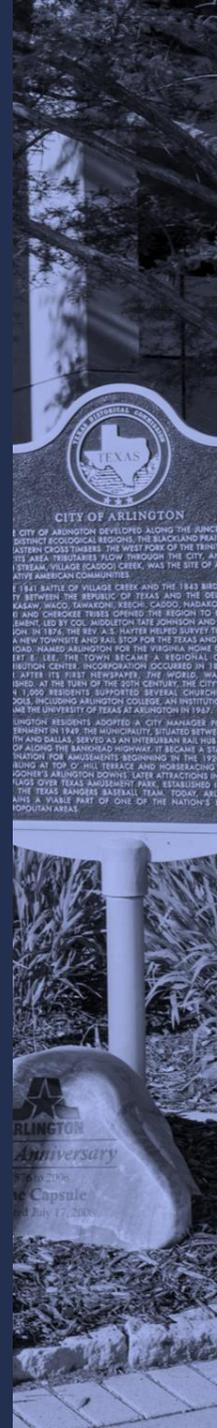
# Change in Average Home Value

Change in Average Home Value

Fiscal Year	Average Homestead Market Value	Average Homestead Taxable Value	Tax Rate	Property Tax Amount
FY 2011	\$ 128,964	\$ 97,946	\$ 0.6480	\$ 634.69
FY 2012	\$ 128,650	\$ 97,421	\$ 0.6480	\$ 631.29
FY 2013	\$ 127,784	\$ 97,001	\$ 0.6480	\$ 628.57
FY 2014	\$ 129,222	\$ 98,183	\$ 0.6480	\$ 636.23
FY 2015	\$ 134,829	\$ 102,598	\$ 0.6480	\$ 664.84
FY 2016	\$ 138,246	\$ 104,290	\$ 0.6480	\$ 675.80
FY 2017	\$ 160,770	\$ 116,988	\$ 0.6448	\$ 754.34

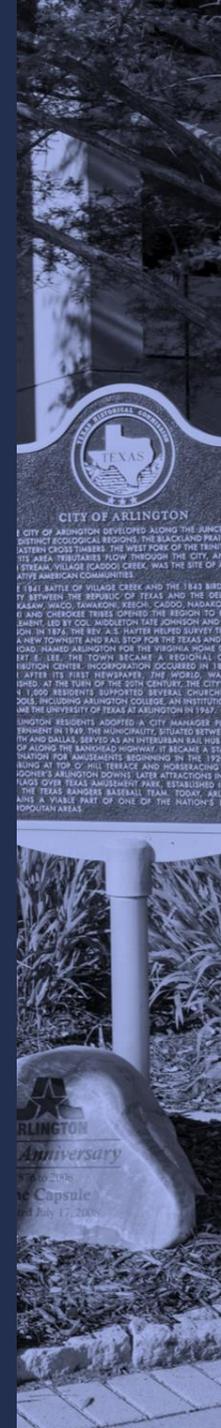
Annual impact on average resident:

\$ 78.54	more in property taxes
\$ 29.76	more in water rates
\$ 6.00	more in storm water rates
\$ 4.32	more in garbage rates
<b>\$ 118.62</b>	<b>more per year, or \$9.89 more per month</b>



# Budget Calendar

- Special Budget Meeting – August 9
- Scheduled Council Meetings
  - August 23 – first public hearing on the tax rate
- Town Hall meetings
  - August 25, 6:30pm Municipal Airport
  - September 1, 7:00pm Convention Center
    - Second public hearing on the tax rate
  - September 6
  - Budget Public Hearing
  - First vote on budget and tax rate
- September 15
  - Second vote on budget and tax rate



# Questions and Discussion

