

AGENDA FOR A SPECIAL MEETING OF THE
CITY OF KERRVILLE, TEXAS ECONOMIC IMPROVEMENT CORPORATION
WEDNESDAY, JANUARY 7, 2015, 8:30 A.M.
KERRVILLE CITY HALL
701 MAIN STREET, KERRVILLE, TEXAS
UPSTAIRS CONFERENCE ROOM

1. CALL TO ORDER
2. DISCUSSION OF FISCAL YEAR 2016 BUDGET AND MULTI-YEAR FINANCIAL AND CAPITAL PROJECT PLAN
3. ADJOURNMENT.

The facility is wheelchair accessible and accessible parking spaces are available. Requests for accommodations or interpretive services must be made 48 hours prior to this event. Please contact the City Secretary's Office at 830-258-1118 for further information.

I do hereby certify that this notice of meeting was posted on the bulletin board at the city hall of the city of Kerrville, Texas, and said notice was posted on the following date and time_ at _ and remained posted continuously for at least 72 hours preceding the scheduled time of the meeting.

Brenda Craig
City Secretary, City of Kerrville, Texas

**TO BE CONSIDERED BY THE ECONOMIC IMPROVEMENT CORPORATION
CITY OF KERRVILLE, TEXAS**

SUBJECT: Discussion and direction to city staff regarding the FY2016 Budget

FOR AGENDA OF: Jan. 7, 2015 **DATE SUBMITTED:** Jan. 2, 2015

SUBMITTED BY: Todd Parton **CLEARANCES:**
City Manager

EXHIBITS: EIC – Financial Forecast FY16 to FY30

AGENDA MAILED TO:

APPROVED FOR SUBMITTAL BY CITY MANAGER: 

Expenditure	Current Balance	Amount	Account
Required:	in Account:	Budgeted:	Number:
\$0	\$0	\$0	

**PAYMENT TO BE MADE TO:
REVIEWED BY THE FINANCE DEPARTMENT:**

SUMMARY STATEMENT

Attached is a multi-year fiscal forecast for the EIC. The forecast contains annual projections from FY16 to FY30. This forecast incorporates the recent budget amendments for FY15 and anticipates debt service for the athletic complex.

Annual 4B sales tax revenues are projected to increase by 3% a year from FY16 to FY17, by 2% a year from FY18 to FY20, and by 1.5% a year from FY21 to FY30. Conservative revenue projections have been used in order to safeguard future EIC resources.

The forecast also shows the changes in undesignated fund balance for each year. It is assumed that the allocated funds are fully expended each year and, based on this analysis, the undesignated fund balance increases by \$1.5 million over the next five years. Furthermore, the forecast shows that there will be approximately \$15.7 million in unobligated 4B revenues over the next 15 years.

RECOMMENDED ACTION

City staff is requesting input and direction from the EIC Board for the FY16 through FY21 budgets.

EIC - Financial Forecast FY16 to FY30

	FY15 Budget	FY16 Projected	FY17 Projected	FY18 Projected	FY19 Projected	FY20 Projected	FY21 Projected	FY22 Projected	FY23 Projected	FY24 Projected	FY25 Projected	FY26 Projected	FY27 Projected	FY28 Projected	FY29 Projected	FY30 Projected
BEGINNING CASH BALANCE	\$2,873,663	\$2,499,534	\$2,279,701	\$2,259,791	\$2,801,690	\$2,801,690	\$3,715,087	\$4,678,721	\$5,695,222	\$6,760,489	\$7,879,763	\$9,046,490	\$10,267,782	\$11,540,578	\$12,870,765	\$14,255,370
REVENUE:																
Sales and Use Tax	\$2,931,638	\$3,019,587	\$3,110,174	\$3,172,378	\$3,235,825	\$3,300,542	\$3,350,050	\$3,400,301	\$3,451,305	\$3,503,075	\$3,555,621	\$3,608,955	\$3,663,089	\$3,718,036	\$3,773,806	\$3,830,413
Interest	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000
Miscellaneous																
Transfers In																
TOTAL REVENUE	\$2,936,638	\$3,024,587	\$3,115,174	\$3,177,378	\$3,240,825	\$3,305,542	\$3,355,050	\$3,405,301	\$3,456,305	\$3,508,075	\$3,560,621	\$3,613,955	\$3,668,089	\$3,723,036	\$3,778,806	\$3,835,413
EXPENDITURES:																
Administrative																
Local Meeting - Workshops	\$100	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500	\$500
Advertising	\$100															
Transfer to Debt Service Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Transfer to General Fund Debt Service	\$659,317	\$1,103,919	\$1,104,584	\$1,104,979	\$1,105,155	\$1,106,645	\$1,105,916	\$1,103,300	\$1,105,538	\$1,103,300	\$1,108,394	\$1,107,163	\$1,109,794	\$1,107,349	\$1,108,701	\$1,106,626
Economic Development Governing Body	\$166,250	\$180,000	\$180,000	\$180,000	\$185,000	\$185,000	\$185,000	\$185,000	\$185,000	\$185,000	\$185,000	\$185,000	\$185,000	\$185,000	\$185,000	\$185,000
River Trail Funding	\$150,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Annual Disclosure Fee	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Administrative Services Fee	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
Total Administrative	\$1,075,767	\$1,384,419	\$1,385,084	\$1,385,479	\$1,390,655	\$1,392,145	\$1,391,416	\$1,388,800	\$1,391,038	\$1,388,800	\$1,393,894	\$1,392,663	\$1,395,294	\$1,392,849	\$1,394,201	\$1,392,126
Category I - Business Development																
Revolving Loan Fund	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ED Set Aside	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000
JAC	\$610,000	\$610,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fox Tank	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Unspecified	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Category I	\$1,110,000	\$1,110,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000
Category II - Quality of Life																
Schreiner University Project	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Habitat for Humanity	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Special Events	\$100,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Streetscape	\$650,000	\$250,000	\$250,000	\$250,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Baseball Complex	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Cailloux Theater Expansion	\$375,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
River Trail	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Soccer Improvements	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Tennis Center	\$0	\$0	\$500,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Boardwalk	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Hill Country Jr. Livestock Assn.	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Unspecified	\$0	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000
Total Category II	\$1,125,000	\$750,000	\$1,250,000	\$750,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000	\$500,000
Category III - Public Infrastructure																
Village West Utilities																
Water 1/2 cost	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Wastewater (line extension)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Unspecified	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total Category III	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL EXPENDITURES	\$3,310,767	\$3,244,419	\$3,135,084	\$2,635,479	\$2,390,655	\$2,392,145	\$2,391,416	\$2,388,800	\$2,391,038	\$2,388,800	\$2,393,894	\$2,392,663	\$2,395,294	\$2,392,849	\$2,394,201	\$2,392,126
NET REVENUES TO EXPENDITURES	-\$374,130	-\$219,832	-\$19,910	\$541,899	\$850,170	\$913,397	\$963,634	\$1,016,501	\$1,065,267	\$1,119,275	\$1,166,727	\$1,221,292	\$1,272,795	\$1,330,187	\$1,384,605	\$1,443,287
FUND BALANCE	\$2,499,534	\$2,279,701	\$2,259,791	\$2,801,690	\$3,651,860	\$3,715,087	\$4,678,721	\$5,695,222	\$6,760,489	\$7,879,763	\$9,046,490	\$10,267,782	\$11,540,578	\$12,870,765	\$14,255,370	\$15,698,658