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KENNEDALE CITY COUNCIL AGENDA

REGULAR MEETING | April 16, 2019
CITY HALL COUNCIL CHAMBERS, 405 MUNICIPAL DRIVE
WORK SESSION at 6:30 PM | REGULAR SESSION at 7:00 PM

I. CALL TO ORDER

NOTE: Pursuant to Texas Government Code §551.071, the City Council reserves the right to adjourn into Executive Session at any time during the Work Session or the Regular Session to discuss posted Executive Session items or to seek legal advice from the City Attorney on any item posted on the agenda.

II. WORK SESSION

A. Discussion of items on the Regular Agenda

III. REGULAR SESSION

IV. ROLL CALL

V. INVOCATION

VI. UNITED STATES PLEDGE AND TEXAS PLEDGE

"Honor the Texas Flag; I Pledge Allegiance to Thee, Texas, One State under God; One and Indivisible."

VII. VISITOR/CITIZENS FORUM

At this time, any person may address the City Council, provided that a 'Speaker's Request Form' is submitted before the meeting begins. Speakers are allotted three (3) minutes, must limit comments to the subject indicated on the submitted form, and should address the Council as a whole, rather than individual Councilmembers or staff. No formal action or discussion may be taken at this time. Those wishing to speak about an agenda item should indicate as much on the "Speaker's Request Form" and will be called upon to speak when the Council considers that item.

VIII. REPORTS/ANNOUNCEMENTS

In addition to any items listed below, the Mayor and Councilmembers may give or receive reports regarding items of community interest, including, but not limited to, recognition of officials, citizens, staff, or departments; information regarding holiday schedules; and upcoming or attended events.

A. Updates from the City Council

B. Updates from the City Manager

C. Updates from the Mayor
   • Proclaiming April 2019 as Child Abuse Prevention Month and recognizing Alliance for Children for their dedication to protecting the children of Tarrant County

IX. MONITORING INFORMATION

A. Monthly Financials for March 2019

B. KEDC Financial Report for February 2019

C. Schedule of Investment Activity for quarter ending March 31, 2019

X. INCIDENTAL ITEMS

XI. REQUIRED APPROVAL ITEMS (CONSENT)

Consent items are matters that have appeared on previous agendas, require little or no deliberation, or are considered routine. If discussion is desired, any item may be removed from Consent and considered separately.

A. Consider approval of the minutes from the March 19, 2019 Regular Meeting

B. Receive the independent auditor's report (Comprehensive Annual Financial Report (CAFR)) for the fiscal year ended September 30, 2018

C. Consider authorizing Fire Chief James Brown to enter into a Clinical Affiliation Agreement with the School of EMS

D. Consider approval Resolution 548, denying the Distribution Cost Recover Factor (“DCRF”) application by Oncor Electric Delivery LLC

XII. DECISION ITEMS

A. Consider approval of Ordinance 659, amending the FY2018-19 Budget

XIII. EXECUTIVE SESSION

Pursuant to Texas Government Code §551.071, the City Council may meet in Closed Session at any time during this meeting for the purposes of consultation with the City Attorney pertaining to any matter in which the duty of the City Attorney under the Texas Disciplinary Rules of Professional Conduct may conflict with the Open Meetings Act, including discussion of any item posted on this agenda and/or legal issues regarding the Open Meetings Act.

A. Discussion with the City Attorney regarding a damage claim submitted by Erin L. Jackson (1037 Swiney Hiett Road)

XIV. RECONVENE INTO OPEN SESSION, AND TAKE ACTION NECESSARY PURSUANT TO EXECUTIVE SESSION, IF NEEDED

XV. ADJOURNMENT

In compliance with the Americans with Disabilities Act (ADA), the City will provide for reasonable accommodations for persons attending meetings. This facility is wheelchair accessible and accessible parking spaces are available. Requests for sign interpreter services must be made forty-eight (48) hours prior to the meeting. Please contact the City Secretary at 817-985-2104 or (TTY) 1-800-735-2989.

CERTIFICATION

I DO HEREBY CERTIFY THAT A COPY OF THE APRIL 16, 2019 KENNEDALE CITY COUNCIL AGENDA WAS POSTED ON THE BULLETIN BOARD NEXT TO THE MAIN ENTRANCE OF CITY HALL (405 MUNICIPAL DRIVE; KENNEDALE, TX 76060), IN A PLACE CONVENIENT AND READILY ACCESSIBLE TO THE GENERAL PUBLIC AT ALL TIMES; AND THAT SAID AGENDA WAS POSTED AT LEAST SEVENTY-TWO (72) HOURS PRECEDING THE SCHEDULED TIME OF SAID MEETING, IN ACCORDANCE WITH CHAPTER 551 OF THE TEXAS GOVERNMENT CODE.

Leslie E. Galloway

LESLIE E. GALLOWAY, CITY SECRETARY

STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: WORK SESSION - A.

I. Subject:
Discussion of items on the Regular Agenda

II. Originated by:

III. Summary:
At this time, the Council may choose to discuss any item on the agenda.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

VII. Alternative Actions:

VIII. Attachments:

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: REPORTS/ANNOUNCEMENTS - A.

I. Subject:
Updates from the City Council

II. Originated by:

III. Summary:
Updates and information from each of the Councilmembers, if any.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

VII. Alternative Actions:

VIII. Attachments:

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: REPORTS/ANNOUNCEMENTS - B.

I. Subject:
Updates from the City Manager

II. Originated by:

III. Summary:
Updates and information from City Manager George Campbell, if any.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

VII. Alternative Actions:

VIII. Attachments:

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: REPORTS/ANNOUNCEMENTS - C.

I. Subject:
Updates from the Mayor
• Proclaiming April 2019 as Child Abuse Prevention Month and recognizing Alliance for Children for their dedication to protecting the children of Tarrant County

II. Originated by:

III. Summary:
Updates and information from Mayor Brian Johnson, if any.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

VII. Alternative Actions:

VIII. Attachments:

1.	2019_04.16 Child Abuse Prevention Month Proclamation	2019_04.16 Child Abuse Prevention Month Proclamation.pdf

PROCLAMATION

Child Abuse Prevention Month

APRIL 2019

WHEREAS, children are our future and our greatest resource; and

WHEREAS, every child deserves a nurturing family and safe environment to grow into a healthy, productive member of the community; and

WHEREAS, child abuse is one of our nation's most serious public health problems and threatens the safety of our community; and

WHEREAS, in Tarrant County, 5,842 children were confirmed as victims of child abuse or neglect in 2018; and

WHEREAS, Alliance For Children provided trauma-informed services to 2,510 children in 2018;

WHEREAS, finding solutions to prevent child abuse is a community responsibility and depends on the involvement of all citizens; and

WHEREAS, effective child abuse prevention, investigation and treatment programs succeed because of partnerships among public and private agencies, schools, religious organizations, medical services, and the business community.

NOW, THEREFORE, BE IT RESOLVED, that I, Brian Johnson, Mayor of the City of Kennedale, Texas do hereby proclaim the month of April 2019 as

CHILD ABUSE PREVENTION MONTH

in the City of Kennedale, Texas, and urge all citizens to work together to help reduce child abuse and neglect significantly in the years to come.

IN TESTIMONY, WHEREOF, I have hereunto set my hand and caused the Seal of the City of Kennedale, Texas, to be affixed this 16th day of April 2019.

____

MAYOR BRIAN JOHNSON

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: MONITORING INFORMATION - A.

I. Subject:
Monthly Financials for March 2019

II. Originated by:

Brady Olsen, Finance Director

III. Summary:
Monthly financials and sales tax update as produced by the Finance Department.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

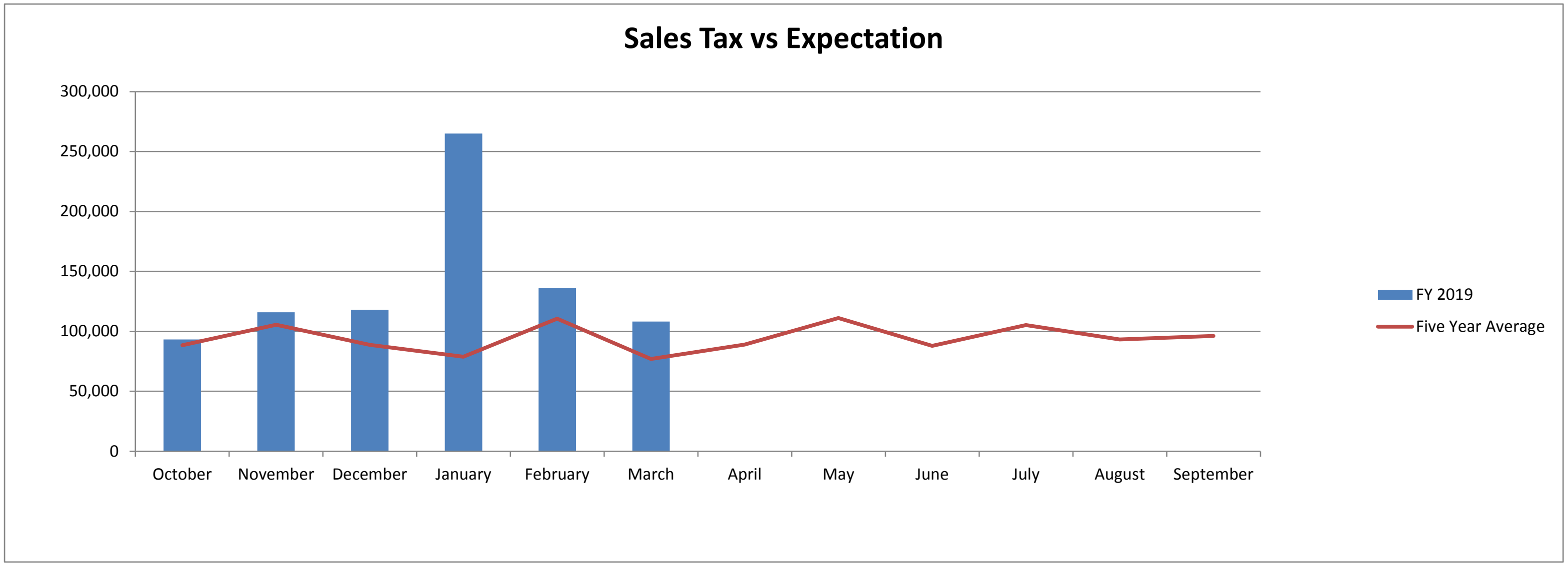
VII. Alternative Actions:

VIII. Attachments:

1.	Sales Tax Update- March 2019	Sales Tax Update- March 2019.pdf
2.	2019_03 Monthly Financials	2019_03 Monthly Financials.pdf

Sales Tax By Month

Year	October	November	December	January	February	March	April	May	June	July	August	September	Total
FY2019	$ 93,144	$ 116,039	$ 118,085	$ 265,081	$ 136,298	$ 108,098	$ -	$ -	$ -	$ -	$ -	$ -	**$ 836,745**
FY2018	$ 103,820	$ 114,506	$ 86,956	$ 95,425	$ 163,502	$ 95,017	$ 123,760	$ 129,363	$ 108,885	$ 123,268	$ 118,770	$ 89,090	**$ 1,352,361**
FY2017	$ 88,748	$ 116,156	$ 81,855	$ 88,956	$ 105,794	$ 78,644	$ 87,130	$ 100,121	$ 80,241	$ 100,943	$ 49,590	$ 86,549	**$ 1,064,725**
FY2016	$ 93,137	$ 119,137	$ 97,985	$ 75,878	$ 116,006	$ 87,589	$ 79,516	$ 114,543	$ 83,718	$ 84,586	$ 87,693	$ 91,377	**$ 1,131,165**
FY2015	$ 71,955	$ 94,438	$ 82,545	$ 73,782	$ 107,571	$ 72,312	$ 81,193	$ 119,350	$ 128,463	$ 165,756	$ 146,297	$ 177,697	**$ 1,321,359**
FY2014	$ 65,971	$ 89,600	$ 94,982	$ 67,373	$ 97,781	$ 69,685	$ 79,236	$ 93,957	$ 77,496	$ 71,927	$ 86,597	$ 67,978	**$ 962,584**
FY2013	$ 100,850	$ 93,890	$ 70,338	$ 60,406	$ 90,009	$ 62,374	$ 60,955	$ 96,061	$ 63,409	$ 67,304	$ 83,919	$ 78,075	**$ 927,591**
	*Net payment after correcting an audit error.												$ -



Industry	Amount	% Change	Adjusted Chang	YTD	FYTD
General Services	$22,881.01	8.29%	3.87%	$80,517.50	$151,544.75
Retail	$22,135.41	52.80%	59.41%	$73,559.97	$141,978.09
Manufacturing	$19,803.26	22.18%	-81.38%	$69,455.10	$149,726.36
Wholesale	$17,354.36	16.61%	53.50%	$48,705.96	$103,665.62
Professional Services	$15,709.61	-19.41%	-3.53%	$50,911.41	$101,544.50
Food	$8,611.20	1.23%	3.98%	$26,554.07	$52,967.04
Agricultural	$1,387.95	918.21%	-1.82%	$168,395.00	$145,172.91
Miscellaneous	$228.68	14.60%	-24.23%	$539.03	$1,388.13
Accommodation	$0.00	0.00%	0.00%	$0.00	$0.00

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
March 2019

REVENUE SUMMARY BY FUND

REVENUES	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL EARNED	% OF CY BUDGET EARNED	BUDGET REMAINING
GENERAL FUND	$ 4,820,161	$ 6,751,815	$ 6,406,759	$ 277,099	$ 4,967,735	71.4%	77.5%	$ 1,439,024
OTHER GENERAL FUNDS	$ 355,522	$ 1,035,991	$ 941,983	$ 81,260	$ 328,959	34.3%	34.9%	$ 613,024
GENERAL FUND	**$ 5,175,683**	**$ 7,787,806**	**$ 7,348,742**	**$ 358,359**	**$ 5,296,694**	**66.5%**	**72.1%**	**$ 2,052,048**
								$ -
GENERAL DEBT SERVICE FUND	**$ 1,293,990**	**$ 1,572,159**	**$ 1,518,995**	**$ 16,751**	**$ 1,303,354**	**82.3%**	**85.8%**	**$ 215,641**
								$ -
WATER/SEWER FUND	$ 2,061,660	$ 4,804,352	$ 4,010,901	$ 287,717	$ 1,842,809	42.9%	45.9%	$ 2,168,092
STORMWATER UTILITY FUND	$ 131,102	$ 256,278	$ 254,950	$ 22,268	$ 134,019	51.2%	52.6%	$ 120,931
WATER IMPACT FUND	$ 92,923	$ 165,170	$ 120,450	$ 281	$ 16,769	56.3%	13.9%	$ 103,681
SEWER IMPACT FUND	$ 49,799	$ 93,162	$ 32,664	$ 249	$ 9,825	53.5%	30.1%	$ 22,839
WATER/SEWER FUND	**$ 2,335,484**	**$ 5,318,962**	**$ 4,418,965**	**$ 310,515**	**$ 2,003,422**	**43.9%**	**45.3%**	**$ 2,415,543**
EDC4B FUND	**$ 562,766**	**$ 991,633**	**$ 629,752**	**$ 59,231**	**$ 347,600**	**56.8%**	**55.2%**	**$ 282,152**
CAPITAL FUND	**$ 89,223**	**$ 186,462**	**$ 172,535**	**$ 8,695**	**$ 783,446**	**47.9%**	**454.1%**	**$ (610,911)**
SPECIAL REVENUE FUND	**$ 1,750**	**$ 43,873**	**$ 127,497**	**$ 33**	**$ 1,863**	**4.0%**	**1.5%**	**$ 125,634**
TOTAL REVENUES	**$ 9,458,896**	**$ 15,900,895**	**$ 14,216,486**	**$ 753,584**	**$ 9,736,379**	**59.5%**	**68.5%**	**$ 4,480,107**

EXPENDITURE SUMMARY BY FUND

EXPENDITURES	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY BUDGET EXPENSED	% OF CY BUDGET EXPENSED	BUDGET REMAINING
GENERAL FUND	$ 3,043,375	$ 6,340,017	$ 7,028,284	$ 709,537	$ 3,271,488	48.0%	46.5%	$ 3,756,796
OTHER GENERAL FUND	$ 492,960	$ 1,063,510	$ 1,197,369	$ 86,236	$ 418,334	46.4%	34.9%	$ 779,035
GENERAL FUND	**$ 3,536,335**	**$ 7,403,527**	**$ 8,225,653**	**$ 795,773**	**$ 3,689,822**	**47.8%**	**44.9%**	**$ 4,535,831**
GENERAL DEBT SERVICE FUND	**$ 1,167,910**	**$ 1,420,004**	**$ 1,511,744**	**$ 400**	**$ 1,259,184**	**82.2%**	**83.3%**	**$ 252,560**
WATER/SEWER FUND	$ 1,990,754	$ 4,370,392	$ 4,659,521	$ 285,795	$ 1,767,633	45.6%	37.9%	$ 2,891,888
STORMWATER UTILITY FUND	$ 72,802	$ 188,545	$ 139,764	$	$ 73,147	38.6%		
WATER IMPACT FUND	$ -	$ 153,573	$ 152,525	$ -	$ -			
SEWER IMPACT FUND	$ -	$ 60,000	$ 60,000	$ -	$ -			
WATER/SEWER FUND	**$ 2,063,556**	**$ 4,772,510**	**$ 5,011,810**	**$ 285,795**	**$ 1,840,780**	**43.2%**	**36.7%**	**$ 3,171,030**
EDC4B FUND	**$ 515,169**	**$ 1,013,841**	**$ 539,912**	**$ 31,522**	**$ 177,715**	**50.8%**	**32.9%**	**$ 362,197**
CAPITAL FUND	**$ 7,293**	**$ 186,536**	**$ 130,170**	**$ 13,723**	**$ 25,955**	**3.9%**	**19.9%**	**$ 104,215**
SPECIAL REVENUE FUND	**$ 9,971**	**$ 26,919**	**$ 11,767**	**$ -**	**$ 1,650**	**37.0%**	**14.0%**	**$ 10,117**
TOTAL EXPENDITURES	**$ 7,300,234**	**$ 14,823,337**	**$ 15,431,056**	**$ 1,127,213**	**$ 6,995,106**	**49.2%**	**45.3%**	**$ 8,435,950**

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
March 2019

EXPENDITURE SUMMARY BY DEPARTMENT

GENERAL FUND	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL EXPENSED	% OF CY BUDGET EXPENSED	BUDGET REMAINING
CITY MANAGER	$ 170,155	$ 363,210	$ 365,464	$ 40,211	$ 179,486	46.8%	49.1%	$ 185,978
MAYOR/CITY COUNCIL	$ 72,932	$ 158,561	$ 127,323	$ 16,883	$ 89,471	46.0%	70.3%	$ 37,852
CITY SECRETARY	$ 67,361	$ 130,433	$ 164,073	$ 11,244	$ 81,744	51.6%	49.8%	$ 82,329
MUNICIPAL COURT	$ 52,238	$ 65,492	$ 108,148	$ 8,607	$ 46,502	79.8%	43.0%	$ 61,646
HUMAN RESOURCES	$ 74,817	$ 165,966	$ 104,909	$ 11,568	$ 44,053	45.1%	42.0%	$ 60,856
FINANCE	$ 184,369	$ 341,293	$ 358,365	$ 95,509	$ 204,791	54.0%	57.1%	$ 153,574
POLICE	$ 1,095,030	$ 2,257,421	$ 2,686,196	$ 219,613	$ 1,187,143	48.5%	44.2%	$ 1,499,053
FIRE	$ 845,877	$ 1,744,007	$ 1,907,680	$ 235,660	$ 821,304	48.5%	43.1%	$ 1,086,376
COMMUNITY DEVELOPMENT	$ 115,239	$ 338,010	$ 372,090	$ 37,936	$ 178,315	34.1%	47.9%	$ 193,775
SENIOR CITIZEN CENTER	$ 23,774	$ 49,877	$ 54,028	$ 4,289	$ 22,227	47.7%	41.1%	$ 31,801
LIBRARY	$ 126,485	$ 311,250	$ 268,259	$ 27,295	$ 169,032	40.6%	63.0%	$ 99,227
NONDEPARTMENTAL	$ 215,097	$ 414,496	$ 511,749	$ 721	$ 247,420	51.9%	48.3%	$ 264,329
TOTAL EXPENDITURES	**$ 3,043,374**	**$ 6,340,016**	**$ 7,028,284**	**$ 709,536**	**$ 3,271,488**	**48.0%**	**46.5%**	**$ 3,756,796**

WATER/SEWER FUND	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY BUDGET EXPENSED	% OF CY BUDGET EXPENSED	BUDGET REMAINING
UTILITY BILLING	$ 436,845	$ 1,412,952	$ 1,293,973	$ 126,371	$ 555,263	30.9%	42.9%	$ 738,710
WATER OPERATIONS	$ 753,452	$ 1,324,784	$ 1,576,197	$ 90,868	$ 431,009	56.9%	27.3%	$ 1,145,188
DEBT	$ 464,750	$ 175,327	$ 509,680	$	$ 470,199	265.1%		
W&S CAPITAL	$ 2,765	$ 15,519	$ 654,796	$ 37,330	$ 76,830		11.7%	$ 577,966
NONDEPARTMENTAL	$ 332,942	$ 1,441,811	$ 624,875	$ 31,225	$ 234,333	23.1%	37.5%	$ 390,542
TOTAL EXPENDITURES	**$ 1,990,754**	**$ 4,370,393**	**$ 4,659,521**	**$ 285,794**	**$ 1,767,634**	**45.6%**	**37.9%**	**$ 2,891,887**

STREET IMPROVEMENT FUND	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY BUDGET EXPENSED	% OF CY BUDGET EXPENSED	BUDGET REMAINING
STREETS	$ 282,962	$ 630,950	$ 740,910	$ 69,296	$ 291,211	44.8%	39.3%	$ 449,699
PARKS MAINTENANCE	$ 31,334	$ 80,379	$ 125,920	$ 5,314	$ 35,992	39.0%	28.6%	$ 89,928
CAPITAL	$ -	$ 60,555	$ 79,058	$	$ -			
TOTAL EXPENDITURES	**$ 314,296**	**$ 771,884**	**$ 945,888**	**$ 74,610**	**$ 327,203**	**40.7%**	**34.6%**	**$ 618,685**

EDC4B FUNDS	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY BUDGET EXPENSED	% OF CY BUDGET EXPENSED	BUDGET REMAINING
ADMINISTRATION	$ 58,435	$ 142,581	$ 168,360	$ 16,958	$ 72,877	41.0%		
DEBT SERVICE	$ 89,870	$ 325,006	$ 320,432	$ 10,017	$ 55,236	27.7%		
TOWN SHOPPING CENTER	$ 277,603	$ 278,194	$ 51,120	$ 4,547	$ 43,864	99.8%		
TOWNCENTER REDEVELOPMENT	$ 89,262	$ 237,866	$ -	$	$ 5,738			
TOTAL EXPENDITURES	**$ 515,170**	**$ 983,647**	**$ 539,912**	**$ 31,522**	**$ 177,715**	**52.4%**	**32.9%**	**$ 362,197**

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: MONITORING INFORMATION - B.

I. Subject:
KEDC Financial Report for February 2019

II. Originated by:

Brady Olsen, Finance Director

III. Summary:
Reports from the previous EDC meeting are attached for your reference.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

VII. Alternative Actions:

VIII. Attachments:

1.	2019_02 Monthly Financials - EDC	2019_02 Monthly Financials - EDC.pdf
2.	Sales Tax Update-EDC Feb	Sales Tax Update-EDC Feb.pdf

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
February 2019

ECONOMIC DEVELOPMENT CORPORATION FINANCIALS SUMMARY

Budget Amendment

Monthly Information

1. $45,433 Sales Tax continues strong growth; mostly in manufacturing and wholesale
2. Still in year end closing process. Adjustments made in September that may not match this month's report. Should receive audit report via email soon.
3. Per Council direction, a separate bank account has been created. Working to finalize accounting before transferring funds.
4. Fund has recovered to a respectable cash position
5. EDC director engaged in long-term planning, including relationship with Chamber, hotel status, and Red's Roadhouse.

Rental Fees, MMD Tax and Rental Insurance are reported on the Accrual Basis of Accounting, while all other revenues and expenditures are reported on the Cash Basis. This procedure has been in effect for several years, but can be changed should the Board wish.

Brady Olsen
Finance Director

ADDITIONAL INFORMATION

FUND 15- OPERATING FUND (ALL BILLS AND REVENUE RECEIVED IN THIS FUND)
FUND 19- CAPITAL BOND FUND (REMAINING CAPITAL MONEY)
FUND 95- RESERVE FUND FOR DEBT REQUIREMENTS

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
February 2019

EDC CASH POSITION

CATEGORY	DESCRIPTION		FY18-19 YTD
FROM PREVIOUS MONTHS REPORT:			
BEGINNING CASH BALANCE - FUND 15	(Operating Cash)	$	264,226
BEGINNING TEXPOOL BALANCE - FUND 15	(Operating Investments)	$	-
BEGINNING TEXPOOL BALANCE - FUND 19	(Unspent bond proceeds)	$	-
BEGINNING CASH BALANCE - FUND 95	(Required reserves)	$	122,808
BEGINNING CASH BALANCE - TOTAL		**$**	**387,034**
BEGINNING AVAILABLE CASH - TOTAL			**264,226**
TOTAL REVENUES MINUS EXPENDITURES FOR MONTH		$	14,960 *
ENDING CASH BALANCE - FUND 15	(Operating Cash)	$	256,046
ENDING TEXPOOL BALANCE - FUND 15	(Operating Investments)	$	-
ENDING TEXPOOL BALANCE - FUND 19	(Unspent bond proceeds)	$	-
ENDING CASH BALANCE - FUND 95	(Required reserves)	$	122,808
ENDING CASH BALANCE - TOTAL		**$**	**378,854**
UNAVAILABLE CASH - EARMARKED			
RESERVES FOR LEVERAGE NOTE	(Required reserves)	$	122,808
TOTAL UNAVAILABLE CASH		**$**	**122,808**
AVAILABLE CASH		**$**	**256,046**

*Due to prior period adjustments, beginning cash balance plus monthly income will not always be an exact match for ending cash balance

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
February 2019

COMBINED EDC4B FUNDS SUMMARY

CATEGORY	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
BEGINNING FUND BALANCE	**$ 313,866**	**$ 313,866**	**$ 134,784**		**$ 303,248**			
AD VALOREM TAXES	-	-	35,000	-	-	#DIV/0!	0.0%	35,000
SALES/BEVERAGE TAXES	113,639	447,132	384,598	47,780	176,221	25.4%	45.8%	208,377
INVESTMENT EARNINGS	1,364	5,399	65	653	3,663	25.3%	5635.6%	(3,598)
MISCELLANEOUS INCOME	23,502	66,420	24,120	7,214	13,893	35.4%	57.6%	10,227
SURPLUS SALES/RENTALS	379,507	487,579	185,969	18,814	94,592	77.8%	50.9%	91,377
TRANSFERS	-	-	29,719	-	-	0.0%	0.0%	-
TOTAL REVENUES	**$ 518,011**	**$ 1,006,531**	**$ 659,471**	**$ 74,462**	**$ 288,370**	**51.5%**	**43.7%**	**$ 341,382**
SUPPLIES	-	-	2,100	-	-	#DIV/0!	0.0%	2,100
MAINTENANCE	258,455	297,315	29,920	3,451	23,739	86.9%	79.3%	6,181
SUNDRY	62,610	183,614	187,460	50,312	71,497	34.1%	38.1%	115,963
DEBT	51,260	172,418	165,607	-	45,219	29.7%	27.3%	120,388
TRANSFERS	33,794	152,588	184,544	-	-	22.1%	0.0%	184,544
CAPITAL	-	177,712	-	5,738	5,738	0.0%	#DIV/0!	(5,738)
TOTAL EXPENDITURES	**$ 406,118**	**$ 983,646**	**$ 569,631**	**$ 59,501**	**$ 146,193**	**41.3%**	**25.7%**	**$ 423,438**
REVENUES OVER EXPENDITURES	$ 111,893	$ 22,885	$ 89,840	$ 14,960	$ 142,177			
ENDING FUND BALANCE	**$ 425,759**	**$ 336,751**	**$ 224,624**		**$ 445,424**			
FUND BALANCE AS % OF EXP	**104.8%**	**34.2%**	**39.4%**	**0.0%**	**304.7%**			
RESERVE ($115,000) REQUIREMENT)	$ -	$ -	$ 115,000	$ -	$ -			
RESERVE SURPLUS/(SHORTFALL)	**$ 425,759**	**$ 336,751**	**$ 109,624**	**$ -**	**$ 445,424**			

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
February 2019

15: EDC4B FUND

CATEGORY	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
BEGINNING FUND BALANCE	**$ 164,460**	**$ 164,460**	**$ (15,517)**		**$ 152,017**			
AD VALOREM TAXES	-	-	35,000	-	-	#DIV/0!	0.0%	35,000
SALES/BEVERAGE TAXES	113,639	447,132	384,598	47,780	176,221	25.4%	45.8%	208,377
INVESTMENT EARNINGS	818	3,574	65	444	2,645	22.9%	4069.3%	(2,580)
MISCELLANEOUS INCOME	23,502	66,420	24,120	7,214	13,893	35.4%	57.6%	10,227
SURPLUS SALES/RENTALS	379,507	487,579	185,969	18,814	94,592	77.8%	50.9%	91,377
TOTAL REVENUES	**$ 517,465**	**$ 1,004,706**	**$ 629,752**	**$ 74,252**	**$ 287,351**	**51.5%**	**45.6%**	**$ 342,401**
SUPPLIES	-	-	2,100	-	-	#DIV/0!	0.0%	2,100
MAINTENANCE	258,455	297,315	29,920	3,451	23,739	86.9%	79.3%	6,181
SUNDRY	62,610	183,614	187,460	50,312	71,497	34.1%	38.1%	115,963
DEBT	51,260	172,418	165,607	-	45,219	29.7%	27.3%	120,388
TRANSFERS	33,794	152,588	154,825	-	-	22.1%	0.0%	154,825
CAPITAL	-	177,712	-	5,738	5,738	0.0%	#DIV/0!	(5,738)
TOTAL EXPENDITURES	**$ 406,118**	**$ 983,646**	**$ 539,912**	**$ 59,501**	**$ 146,193**	**41.3%**	**27.1%**	**$ 393,719**
REVENUES OVER EXPENDITURES	$ 111,347	$ 21,060	$ 89,840	$ 14,751	$ 141,159			
ENDING FUND BALANCE	**$ 275,807**	**$ 152,017**	**$ 74,323**		**$ 293,175**			
FUND BALANCE AS % OF EXP	**67.9%**	**15.5%**	**13.8%**	**0.0%**	**200.5%**			
RESERVE (NO REQUIREMENT)	$ -	$ -	$ -	$ -	$ -			
RESERVE SURPLUS/(SHORTFALL)	**$ 275,807**	**$ 152,017**	**$ 74,323**	**$ -**	**$ 293,175**			

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CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
February 2019

15: EDC4B FUND

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
4002-00-00	MMD TAX-CURRENT YEAR	-	-	35,000	-	-	#DIV/0!	0.0%	35,000
	AD VALOREM TAXES	**$ -**	**$ -**	**$ 35,000**	**$ -**	**$ -**	**#DIV/0!**	**0.0%**	**$ 35,000**
4081-00-00	SALES TAX	113,639	447,132	384,598	47,780	176,221	25.4%	45.8%	208,377
	SALES/BEVERAGE TAXES	**$ 113,639**	**$ 447,132**	**$ 384,598**	**$ 47,780**	**$ 176,221**	**25.4%**	**45.8%**	**$ 208,377**
4401-00-00	INVESTMENT INCOME	818	3,574	65	444	2,645	22.9%	4069.3%	(2,580)
	INVESTMENT EARNINGS	**$ 818**	**$ 3,574**	**$ 65**	**$ 444**	**$ 2,645**	**22.9%**	**4069.3%**	**$ (2,580)**
4409-00-00	MISCELLANEOUS INCOME	23,502	36,624	24,120	7,214	13,893	64.2%	57.6%	10,227
4415-00-00	INSURANCE REIMBURSEMENTS	-	14,898	-	-	-	0.0%	0.0%	-
	MISCELLANEOUS INCOME	**$ 23,502**	**$ 66,420**	**$ 24,120**	**$ 7,214**	**$ 13,893**	**35.4%**	**57.6%**	**$ 10,227**
4805-00-00	RENTAL FEES-SHOPPING CENTER	30,328	105,856	185,223	18,814	94,592	28.6%	51.1%	90,631
4806-00-00	RENTAL INSURANCE	-	2,350	746	-	-	0.0%	0.0%	746
4902-00-00	PROCEEDS-DEBT/LOAN/LEASE	349,179	349,179	-	-	-	100.0%	#DIV/0!	-
4884-00-01	SALE OF ASSETS	-	30,194	-	-	-	0.0%	#DIV/0!	-
	SURPLUS SALES/RENTALS	**$ 379,507**	**$ 487,579**	**$ 185,969**	**$ 18,814**	**$ 94,592**	**128.6%**	**#DIV/0!**	**$ 91,377**
	TOTAL REVENUES	**$ 517,465**	**$ 1,004,706**	**$ 629,752**	**$ 74,252**	**$ 287,351**	**51.5%**	**45.6%**	**$ 342,401**
	TOTAL REVENUES (EXCLUDING INTEREST/TRANSFERS)	**$ 516,647**	**$ 1,001,132**	**$ 629,687**	**$ 73,808**	**$ 284,706**			

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
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15: EDC4B FUND
01: ADMINISTRATION

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
5240-01-00	PRINTED SUPPLIES	-	-	2,000	-	-		0.0%	2,000
5260-01-00	GENERAL OFFICE SUPPLIES	-	-	50	-	-	0.0%	0.0%	50
5261-01-00	POSTAGE	-	-	50	-	-	0.0%	0.0%	50
	SUPPLIES	**$ -**	**$ -**	**$ 2,100**	**$ -**	**$ -**		**0.0%**	**$ 2,100**
5501-01-00	ADVERTISING	-	35	1,200	-	-	0.0%	0.0%	1,200
5510-01-00	ASSOC DUES/PUBLICATIONS	-	4,890	5,320	-	-	0.0%	0.0%	5,320
5525-01-00	TRAINING/SEMINARS	-	-	250	-	-	#DIV/0!	0.0%	250
5565-01-00	LEGAL SERVICES	4,200	20,855	13,000	170	170	20.1%	1.3%	12,830
5567-01-00	AUDIT SERVICES	-	2,000	4,250	-	-	0.0%	0.0%	4,250
5570-01-00	SPECIAL SERVICES	5,752	13,774	250	43	103	41.8%	41.1%	147
5578-01-00	TRAVEL	-	-	100	-	-	0.0%	0.0%	100
5595-01-00	ADMIN CHARGE-GENERAL FUND	34,020	81,647	117,890	49,121	49,121	41.7%	41.7%	68,769
5615-01-00	FUNCTIONAL GRANT	5,411	19,380	24,000	-	6,526	27.9%	27.2%	17,474
	SUNDRY	**$ 49,383**	**$ 142,581**	**$ 166,260**	**$ 49,333**	**$ 55,919**	**34.6%**	**33.6%**	**$ 110,341**
	CAPITAL	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**0.0%**		**$ -**
	TOTAL EXPENDITURES	**$ 49,383**	**$ 142,581**	**$ 168,360**	**$ 49,333**	**$ 55,919**	**34.6%**	**33.2%**	**$ 112,441**

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
February 2019

15: EDC4B FUND
01: ADMINISTRATION
03: DEBT SERVICE

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY BUDGET USED	% OF CY BUDGET USED	BUDGET REMAINING
5643-01-03	2007 $1.2M TAX BOND-INTEREST	27,378	54,831	50,735	-	25,321	49.9%	49.9%	25,414
5644-01-03	2007 $1.2M TAX BOND-PRINCIPAL	-	60,000	60,000	-	-	0.0%	0.0%	60,000
5645-01-03	2011 $1.7M TX LEVERAGE-INT	6,984	17,926	12,834	-	6,774	39.0%	52.8%	6,060
5646-01-03	2011 $1.7M TX LEVERAGE-PRI	16,897	39,661	42,038	-	13,123	42.6%	31.2%	28,915
	DEBT	**$ 51,260**	**$ 172,418**	**$ 165,607**	**$ -**	**$ 45,219**	**29.7%**	**27.3%**	**$ 120,388**
5702-01-03	TRANSFER OUT-DEBT SERVICE FUND	33,794	152,588	154,825	-	-	22.1%	0.0%	154,825
	TRANSFER	**$ 33,794**	**$ 152,588**	**$ 154,825**	**$ -**	**$ -**	**22.1%**	**0.0%**	**$ 154,825**
	TOTAL EXPENDITURES	**$ 85,053**	**$ 325,006**	**$ 320,432**	**$ -**	**$ 45,219**	**26.2%**	**14.1%**	**$ 275,213**

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
February 2019

15: EDC4B FUND
02: TOWN SHOPPING CENTER

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
5403-02-00	BUILDING MAINTENANCE	258,455	297,315	29,920	3,451	23,739	86.9%	79.3%	6,181
	MAINTENANCE	**$ 258,455**	**$ 297,315**	**$ 29,920**	**$ 3,451**	**$ 23,739**	**86.9%**	**79.3%**	**$ 6,181**
5530-02-00	ELECTRIC SERVICES	2,246	8,002	6,700	479	1,939	28.1%	28.9%	4,761
5545-02-00	INSURANCE-PROPERTY	8,341	8,341	8,500	-	11,139	100.0%	131.0%	(2,639)
5570-02-00	SPECIAL SERVICES	2,641	24,691	6,000	500	2,500	10.7%	41.7%	3,500
	SUNDRY	**$ 13,227**	**$ 41,033**	**$ 21,200**	**$ 979**	**$ 15,578**	**32.2%**	**73.5%**	**$ 5,622**
	TOTAL EXPENDITURES	**$ 271,682**	**$ 338,348**	**$ 51,120**	**$ 4,430**	**$ 39,317**	**80.3%**	**76.9%**	**$ 11,803**

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
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15: EDC4B FUND

03: TOWN CENTER REDEVELOPMENT

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
5847-03-00	CONSTRUCTION	-	177,712	-	5,738	5,738	0.0%		(5,738)
	CAPITAL	**$ -**	**$ 177,712**	**$ -**	**$ 5,738**	**$ 5,738**	**0.0%**		**$ (5,738)**
	TOTAL EXPENDITURES	**$ -**	**$ 177,712**	**$ -**	**$ 5,738**	**$ 5,738**	**0.0%**		**$ (5,738)**

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
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15: EDC4B FUND
04: TEXAS LEVERAGE PROGRAM

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
5800-04-00	LAND	-	-	-	-	-		0.0%	-
	CAPITAL	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**		**0.0%**	**$ -**
	TOTAL EXPENDITURES	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**		**0.0%**	**$ -**

CITY OF KENNEDALE
ANNUAL PROGRAM OF SERVICES
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19: EDC4B CAPITAL BOND FUND

CATEGORY	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
BEGINNING FUND BALANCE	**$ 29,444**	**$ 29,444**	**$ 29,719**		**$ 29,904**			
INVESTMENT EARNINGS	145	460	-	-	-	31.6%		-
TOTAL REVENUES	**$ 145**	**$ 460**	**$ -**	**$ -**	**$ -**	**31.6%**		**$ -**
TRANSFERS	-	-	29,719	-	-	0.0%	0.0%	-
CAPITAL	-	-	-	-	-	0.0%	0.0%	-
TOTAL EXPENDITURES	**$ -**	**$ -**	**$ 29,719**	**$ -**	**$ -**	**0.0%**	**0.0%**	**$ -**
REVENUES OVER EXPENDITURES	$ 145	$ 460	$ (29,719)	$ -	$ -			
ENDING FUND BALANCE	**$ 29,589**	**$ 29,904**	**$ 0**		**$ 29,904**			
FUND BALANCE AS % OF EXP	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**			
RESERVE (NO REQUIREMENT)	$ -	$ -	$ -	$ -	$ -			
RESERVE SURPLUS/(SHORTFALL)	**$ 29,589**	**$ 29,904**	**$ 0**	**$ -**	**$ 29,904**			

CITY OF KENNEDALE
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19: EDC4B CAPITAL BOND FUND

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
4401-00-00	INVESTMENT INCOME	145	460	-	-	-	31.6%		-
	INVESTMENT EARNINGS	**$ 145**	**$ 460**	**$ -**	**$ -**	**$ -**	**31.6%**		**$ -**
	TOTAL REVENUES	**$ 145**	**$ 460**	**$ -**	**$ -**	**$ -**	**31.6%**		**$ -**

19: EDC4B CAPITAL BOND FUND
01: TOWN CENTER REDEVELOPMENT

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
5580-01-00	TRANSFER OUT	-	-	-	-	-	0.0%	0.0%	-
	TRANSFERS	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**0.0%**	**0.0%**	**$ -**
5800-01-00	LAND	-	-	-	-	-	0.0%	0.0%	-
5847-01-00	CONSTRUCTION	-	-	-	-	-	0.0%	0.0%	-
	CAPITAL	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**0.0%**	**0.0%**	**$ -**
	TOTAL EXPENDITURES	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**0.0%**	**0.0%**	**$ -**

CITY OF KENNEDALE
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95: EDC4B RESERVE FUND

CATEGORY	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY ACTUAL USED	% OF CY BUDGET USED	BUDGET REMAINING
BEGINNING FUND BALANCE	**$ 119,962**	**$ 119,962**	**$ 120,582**		**$ 121,327**			
INVESTMENT EARNINGS	401	1,365	-	210	1,018	29.4%		(1,018)
TOTAL REVENUES	**$ 401**	**$ 1,365**	**$ -**	**$ 210**	**$ 1,018**	**29.4%**		**$ (1,018)**
TOTAL EXPENDITURES	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**0.0%**	**0.0%**	**$ -**
REVENUES OVER EXPENDITURES	$ 401	$ 1,365	$ -	$ 210	$ 1,018			
ENDING FUND BALANCE	**$ 120,363**	**$ 121,327**	**$ 120,582**		**$ 122,345**			
FUND BALANCE AS % OF EXP	**N/A**	**N/A**	**N/A**	**N/A**	**N/A**			
RESERVE ($112,606 REQUIREMENT)	$ 112,606	$ 112,606	$ 112,606	$ 112,606	$ 112,606			
RESERVE SURPLUS/(SHORTFALL)	**$ 7,757**	**$ 8,721**	**$ 7,976**	**$ (112,606)**	**$ 9,739**			

CITY OF KENNEDALE
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95: EDC4B RESERVE FUND

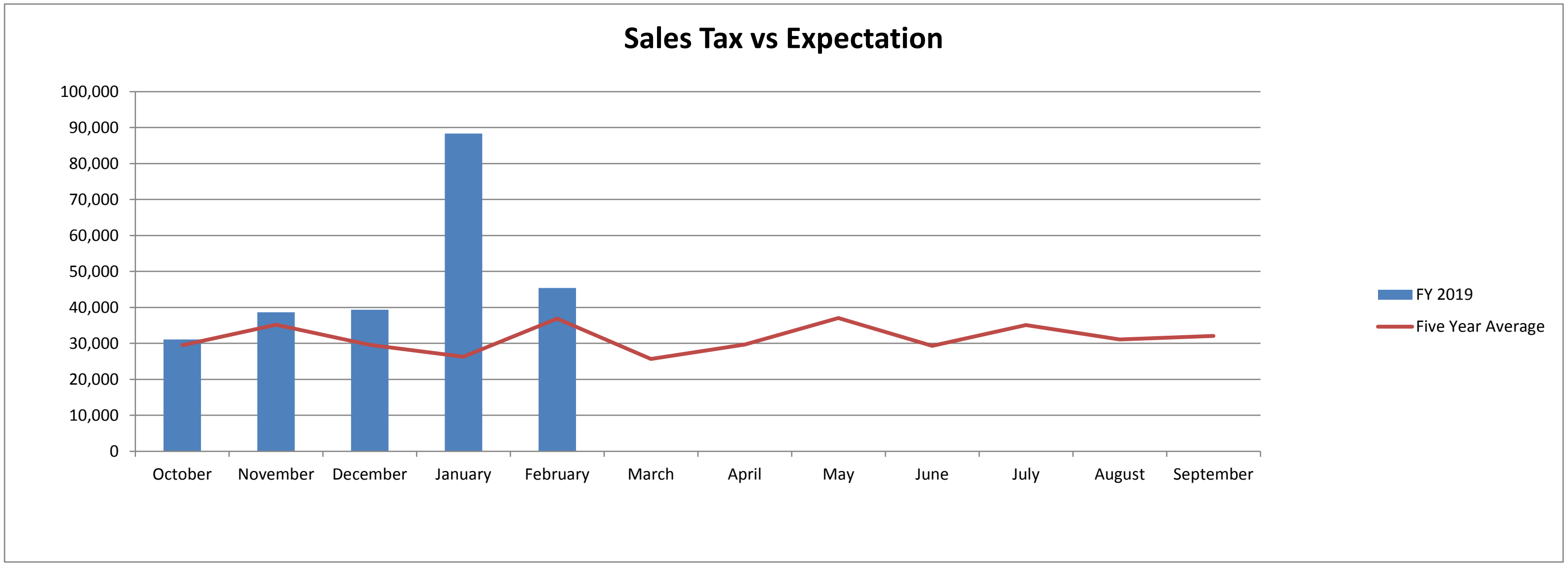
ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY BUDGET USED	% OF CY BUDGET USED	BUDGET REMAINING
4401-00-00	INVESTMENT INCOME	401	1,365	-	210	1,018	29.4%		(1,018)
	INVESTMENT EARNINGS	**$ 401**	**$ 1,365**	**$ -**	**$ 210**	**$ 1,018**	**29.4%**		**$ (1,018)**
	TOTAL REVENUES	**$ 401**	**$ 1,365**	**$ -**	**$ 210**	**$ 1,018**	**29.4%**		**$ (1,018)**

95: EDC4B RESERVE FUND

ACCOUNT	ACCOUNT NAME	FY17-18 YTD	FY17-18 ACTUAL	FY18-19 ADOPTED	CURRENT MONTH	FY18-19 YTD	% OF PY BUDGET USED	% OF CY BUDGET USED	BUDGET REMAINING
	TRANSFERS	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**0.0%**	**0.0%**	**$ -**
	TOTAL EXPENDITURES	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**0.0%**	**0.0%**	**$ -**

Sales Tax By Month

Year	October	November	December	January	February	March	April	May	June	July	August	September	Total
FY2019	$ 31,048	$ 38,680	$ 39,362	$ 88,360	$ 45,433	$ -	$ -	$ -	$ -	$ -	$ -	$ -	**$ 80,961**
FY2018	$ 34,607	$ 38,169	$ 28,985	$ 31,808	$ 54,501	$ 31,672	$ 41,253	$ 43,121	$ 36,295	$ 41,089	$ 39,590	$ 29,697	**$ 150,262**
FY2017	$ 29,583	$ 38,719	$ 27,285	$ 29,652	$ 35,265	$ 26,215	$ 29,043	$ 33,374	$ 26,747	$ 33,648	$ 16,530	$ 28,850	**$ 118,303**
FY2016	$ 31,046	$ 39,712	$ 32,662	$ 25,293	$ 38,669	$ 29,196	$ 26,505	$ 38,181	$ 27,906	$ 28,195	$ 29,231	$ 30,459	**$ 125,685**
FY2015	$ 23,985	$ 31,479	$ 27,515	$ 24,594	$ 35,857	$ 24,104	$ 27,064	$ 39,783	$ 42,821	$ 55,252	$ 48,766	$ 59,232	**$ 146,818**
FY2014	$ 21,990	$ 29,867	$ 31,661	$ 22,458	$ 32,594	$ 23,228	$ 26,412	$ 31,319	$ 25,832	$ 23,976	$ 28,866	$ 22,659	**$ 106,954**
FY2013	$ 33,617	$ 31,297	$ 23,446	$ 20,135	$ 30,003	$ 20,791	$ 20,318	$ 32,020	$ 21,136	$ 22,435	$ 27,973	$ 26,025	**$ 103,066**
	*Net payment after correcting an audit error.												**$ -**



Industry	Amount	% Change	Adjusted Chang	YTD	FYTD
General Services	$10,892.29	-3.14%	-11.46%	$16,550.61	$43,293.56
Retail	$10,561.34	4.04%	-1.91%	$19,212.17	$42,886.40
Manufacturing	$9,241.10	-41.97%	33.11%	$17,141.52	$39,947.37
Wholesale	$5,597.33	-34.01%	122.34%	$11,733.93	$28,611.63
Professional Services	$5,325.62	-5.44%	57.88%	$10,450.54	$28,770.42
Food	$2,976.23	3.51%	10.33%	$5,980.96	$14,785.28
Agricultural	$1,252.32	7057.11%	0.00%	$55,669.02	$47,928.32
Miscellaneous	$52.62	1.09%	48.43%	$103.45	$402.33
Accommodation	$0.00	0.00%	0.00%	$0.00	$0.00

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: MONITORING INFORMATION - C.

I. Subject:
Schedule of Investment Activity for quarter ending March 31, 2019

II. Originated by:

Brady Olsen, Finance Director

III. Summary:
In accordance with Public Funds Investment Act (PFIA), the investments should be reported quarterly. This is for the second quarter for FY19 and subsequently will be presented for each quarter to Council to stay current with PFIA.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:
Approve

VII. Alternative Actions:

VIII. Attachments:

1.	March 31 2019 Qtrly Investment Report	March 31 2019 Qtrly Investment Report.pdf

City of Kennedale, Texas

SCHEDULE OF INVESTMENT ACTIVITY

For The Quarter Ending March 31, 2019

CITY OF KENNEDALE, TEXAS
INVESTMENT REPORT
FOR QUARTER ENDING March 31, 2019

The Quarterly Investment Report provides the City's investment portfolio position as of the report period indicated above. Fund of the City are invested in accordance with the City of Kennedale Investment Policy as originally adopted on September 13, 2001 and subsequently reviewed in June of 2018

SUMMARY OF INVESTMENTS FOR THE QUARTER

100% of the City of Kennedale's investments are owned by the Pooled Cash Fund. As of the reporting quarter, 93.88% of the City's investments are in investment pools, and 6.12% are invested in money market savings accounts.

INVESTMENT STRATEGIES

The City's main objectives in managing the portfolio are as follows: suitability, preservation & safety of principal, liquidity, marketability, diversification, and yield.

INVESTMENT PORTFOLIO ALLOWABLE BREAKDOWN

Certificates of Deposit (50%), Investment Pools (100%)* , Money Market Mutual Funds (100%)*, Repurchase Agreements (50%)*, Government Obligations (25%), US Treasury & US Agency Callables (25%), US Government Agencies & Instrumentalities (100%), and US Treasury Notes/Bills (100%) *(no more than 50% in any individual pool, fund, or repurchase agreement)

MONTHLY BALANCES- INVESTMENTS

Investment Pool	Account Name	Interest Rate	January 2019	February 2019	March 2019	Interest Earned
Texas Daily	Consolidated Cash	0.59%	$ 32,468.68	$ 32,528.35	$ 32,595.02	$ 192.27
TexStar	Consolidated Cash	0.59%	338,032.09	338,654.47	339,347.99	2,001.70
TexPool	Central Deposit	0.60%	8,791,630.87	7,622,867.10	7,573,940.12	47,727.34
TOTAL INVESTMENT POOLS			$ 9,162,131.64	$ 7,994,049.92	$ 7,945,883.13	$ 49,921.31

MONTHLY BALANCES- WELLSFARGO

Bank	Account Name	Interest Rate	January 2019	February 2019	March 2019	Interest Earned
Wellsfargo	Consolidated Cash	N/A	$ 294,751.32	$ 498,771.17	$ 428,664.20	
Wellsfargo	Payroll Clearing	0.04%-0.05%	47,105.44	44,711.73	49,405.93	10.37
Wellsfargo	Section 125 Flex	0.04%-0.05%	-	-	-	-
Wellsfargo	Health Reimbursement	0.00%	-	-	-	
Wellsfargo	Employee Health Benefit Trust	0.00%	4.84	5.57	39,684.55	3.49
Wellsfargo	Economic Development Corp	0.00%	30,264.61	30,221.85	30,177.70	
TOTAL WELLSFARGO			$ 372,126.21	$ 573,710.32	$ 547,932.38	$ 13.86
TOTAL MONTHLY BALANCES- ALL			$ 9,534,257.85	$ 8,567,760.24	$ 8,493,815.51	$ 49,935.17

TRANSACTION ACTIVITY- INVESTMENTS

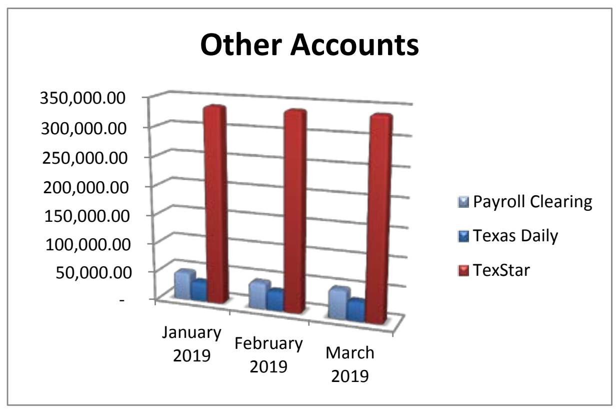
Investment Pool	Account Name	Balance 12/31/2018	Deposits	Withdrawls	Interest	Balance 3/31/2019
Texas Daily	Consolidated Cash	$ 32,402.75	$ -	$ -	$ 192.27	$ 32,595.02
TexStar	Consolidated Cash	337,346.29			2,001.70	339,347.99
TexPool	Central Deposit	7,246,407.92	3,033,650.60	(2,753,845.74)	47,727.34	7,573,940.12
TOTAL INVESTMENT POOLS		$ 7,616,156.96	$ 3,033,650.60	$ (2,753,845.74)	$ 49,921.31	$ 7,945,883.13

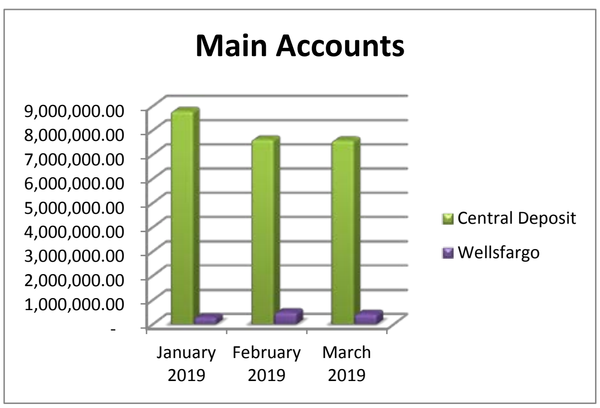
TRANSACTION ACTIVITY- WELLSFARGO

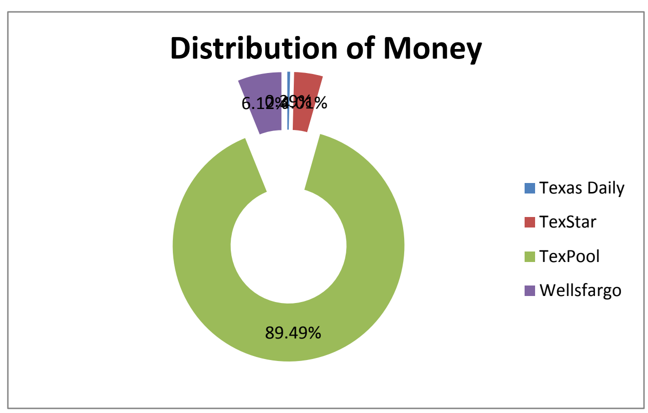
Bank	Account Name	Balance 12/31/2018	Deposits	Withdrawls	Interest	Balance 3/31/2019
Wellsfargo	Consolidated Cash	$ 584,632.97	$ 4,272,112.80	$ (4,428,081.57)	$ -	$ 428,664.20
Wellsfargo	Payroll Clearing	6.14	1,100,355.53	(1,050,955.74)	10.37	49,405.93
Wellsfargo	Section 125 Flex	0.00	-	-	-	0.00
Wellsfargo	Health Reimbursement	-	653.00	(653.00)	-	-
Wellsfargo	Employee Health Benefit Trust	3.80	156,507.68	(116,826.93)	3.49	39,684.55
Wellsfargo	Economic Development Corp	$ 30,324.60	114.99	(261.89)	-	30,177.70
TOTAL WELLSFARGO		$ 614,967.51	$ 5,529,744.00	$ (5,596,779.13)	$ 13.86	$ 547,932.38

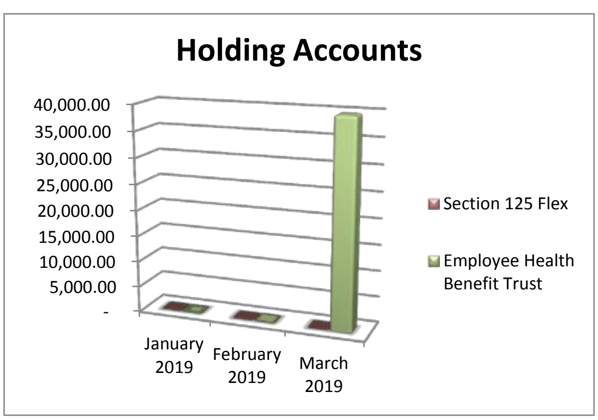
CASH BREAKDOWN BY FUND

	January 2019	February 2019	March 2019
01- General Fund	$3,740,073.90	$3,859,420.04	$3,445,865.85
02- Debt Service Fund	$1,082,769.19	$145,229.01	$161,580.32
04- Capital Project Fund	-$1,044.52	$30,625.10	$36,897.27
05- Capital Replacement Fund	$236,674.77	$326,559.63	$321,313.55
07- Storm Drainage Utility Fund	$40,461.07	$10,102.33	$32,936.60
10- Water/Sewer Fund	$2,406,892.43	$1,915,553.76	$1,934,075.71
12- Court Security Fund	$18,695.76	$18,945.33	$19,300.97
13-CIP Tax Note	$735,543.39	$731,608.33	$719,981.27
14- Park Dedication Fund	$159,518.71	$159,791.02	$160,008.78
15- Economic Development Fund	$258,200.67	$256,046.04	$269,250.29
16- Court Technology Fund	$8,451.28	$8,755.84	$9,198.34
17- Streets Improvement Fund	$426,099.19	$439,718.89	$445,687.13
18- Juvenile Case Manager Fund	$13,373.28	$11,669.24	$11,186.39
21- TIF #1 New Hope Fund	$15,391.04	$14,018.40	$14,048.10
31- Police Seizure	$647.57	$648.67	$649.92
32- Library Building Fund	-$2,588.73	-$4,967.23	-$5,386.81
34- LEOSE Fund	$1,750.62	$1,870.89	$1,874.49
41- Park Rec/Other Donation Fund	$14,527.45	$16,052.35	$14,472.50
45- Roadway Impact Fee Fund	$270,358.09	$270,819.61	$271,341.37
61- Water Impact Fee Fund	$145,433.74	$145,682.01	$145,962.67
62- Sewer Impact Fee Fund	$129,144.56	$129,365.01	$129,614.25
83- Tree Reforestation Fund	$69,406.16	$69,524.64	$69,658.59
85- Unclaimed Property Fund	$1,990.24	$1,990.24	$1,990.24
95- EDC Reserve Fund	$122,807.83	$123,017.47	$123,254.47
TOTAL ALL FUNDS	$ 9,894,577.69	$ 8,682,046.62	$ 8,334,762.26









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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: REQUIRED APPROVAL ITEMS (CONSENT) - A.

I. Subject:
Consider approval of the minutes from the March 19, 2019 Regular Meeting

II. Originated by:

Leslie E. Galloway, City Secretary & Communications Coordinator

III. Summary:
Please see the attached minutes for your approval.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

VII. Alternative Actions:

VIII. Attachments:

1.	2019_03.19_Minutes_City Council Regular Meeting_DRAFT_wm	2019_03.19_Minutes_City Council Regular Meeting_DRAFT_wm.pdf

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KENNEDALE CITY COUNCIL MINUTES

REGULAR MEETING | MARCH 19, 2019
CITY HALL COUNCIL CHAMBERS, 405 MUNICIPAL DRIVE
WORK SESSION - 5:30 PM | REGULAR SESSION - 7:00 PM

I. CALL TO ORDER

Mayor Brian Johnson called the meeting to order at 5:33 p.m.

II. WORK SESSION

A. Presentation of the FYE 2018 annual audit draft – Comprehensive Annual Financial Report (CAFR)
Finance Director Brady Olsen introduced Kevin Kemp – a partner at the City's auditing firm BKD – who gave an overview of the FY18 CAFR and was available to answer questions from the Council. He noted that no significant changes were expected to the financial statements before submission to the State Comptroller's Office by the end of March, that BKD expected the City would receive the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting for the 14th year in a row, and that the audit was being presented with a clean, unmodified opinion.

Following a brief discussion, there was consensus among the City Council that questions would be submitted to Olsen; and that acceptance of the FY18 CAFR (Consent Item B) would be postponed until the next Regular Meeting.

B. Discussion of items on the Regular Agenda
At this time, there was discussion regarding Decision Items A and B (contracts to purchase water from and to transfer the operation and maintenance of the water and wastewater utility systems to the City of Arlington). Councilmember Rhodes noted that the O&M agreement had a term of 5 years, but that the water purchase agreement was for 20 years. In response to Councilmember Gilley's questions regarding cost savings, Finance Director Brady Olsen presented projected financials. There were then questions regarding future capital projects, pass-through (transmission) rights, staffing within City Hall, a preliminary timeline for moving to the Arlington water supply, future rates, and contract language.

Mayor Johnson recessed to Executive Session at 6:25 p.m.

III. REGULAR SESSION

Mayor Brian Johnson called the Regular Session to order at 7:05 p.m.

IV. ROLL CALL

Present: Mayor Brian Johnson; Mayor Pro Tem Sandra Lee, Place 3; Rockie Gilley, Place 1; Chris Pugh, Place 2; Linda Rhodes, Place 4; Jan Joplin, Place 5; **Absent:** NONE
Staff: *City Manager George Campbell, City Secretary & Communications Coordinator Leslie E. Galloway, City Attorney*

Wayne Olson, Finance Director Brady Olsen, Police Chief Tommy Williams, Fire Chief James Brown, Director of Planning & Economic Development Melissa Dailey, Library Director Amanda King, Director of Human Resources & Administrative Services Danielle Clarke, Public Works Director Larry Hoover, Administrative Assistant Rosie Ericson, Police Captain Darrell Hull, Police Officer Tara Culpepper, Backflow Customer Service Inspector (CSI) Dennis Brown

V. INVOCATION

Minister Marcus Simmons of Full of Faith Bible Church offered the invocation.

VI. UNITED STATES PLEDGE AND TEXAS PLEDGE

VII. VISITOR AND CITIZEN FORUM

- **Erin Jackson**, *1037 Swiney Hiett Road*, requested that Council consider her request for reimbursement for the clean-up necessary after sewage backed-up into her residence.
  City Manager George Campbell stated that this consideration could be added to an upcoming Executive Session for consultation with the City Attorney.
- **Ed White**, *1106 Columbia Drive, Mansfield,* a *flooring installer hired by Ms. Jackson*, offered his support of Ms. Jackson's request and described some of the resulting damage to her home and the work that might be required.
- **John Hivale**, 418 Coker Valley, praised the increased transparency under the current City Council, stated his hope that it would continue, and urged the community to be involved.
- **Laurie Middleton Sanders**, *208 W 5th Street*, invited the community to the Mayor's History Lecture, the KKB Don't Mess With Texas Clean-Up, and the KKB Spring Planting Kick-Off.

VIII. REPORTS AND ANNOUNCEMENTS

A. Updates from the City Council

- **JAN JOPLIN, PLACE 5,** stated that she enjoyed a recent vacation.
- **LINDA RHODES, PLACE 4,** stated that she felt the Senior Citizen's bus should have a lift, thanked Fire Chief James Brown for the AED that was being installed at the Senior Center, announced that she attended the UIB meeting, and that she attended a portable rodeo event that she would like the City to consider hosting.
- **MAYOR PRO TEM SANDRA LEE, PLACE 3,** stated that she, Mayor Johnson, and City Manager George Campbell met with several legislators during trips to Austin and Washington D.C.
- **CHRIS PUGH, PLACE 2**, stated that he attended the Senior Outreach where several entities were represented, noting that Mayor Johnson was spearheading an effort to have Kennedale chosen as a satellite site for a JPS health center.
- **ROCKIE GILLEY, PLACE 1**, stated that he had met with individuals who are working to reform property taxes in Texas through the proposal of elected appraisal district representatives and property tax caps among other efforts.

B. Updates from the City Manager

City Manager George Campbell stated that he attended Tarrant County Days at the State Capitol and the NLC Conference in Washington D.C. with Mayor Johnson and Mayor Pro Tem Lee where they met with legislators and other local elected and appointed officials regarding proposed bills that had the potential to affect local government. He reminded the City Council of the upcoming Employee Awards Banquet on Friday, March 22.

C. Updates from the Mayor

Mayor Brian Johnson stated that he discussed the potential for a county satellite healthcare location during the Senior Outreach meeting; that he attended the Tarrant County Homeless Coalition Board meeting; that he discussed mental health issues with State Representatives Bill Zedler and Beverly Powell; that he met with Tarrant County Precinct 2 Commissioner Devan Allen; that he plans to meet with County Judge Glen Whitley; that he and Mayor Pro Tem Lee met with U.S. Congressman Ron Wright regarding truancy grants; that he attended a Tarrant Regional Transportation Coalition (TRTC) meeting where drones, national infrastructure, and at-grade railroad crossings were discussed; that he met with the Water Committee where aging infrastructure was discussed; that he and Mayor Pro Tem Lee and Burleson Mayor Ken Shetter met with One Safe Place to discuss laws regarding domestic violence involving children; and that he plans to attend several upcoming events including his role in the Theater in the Park production of '*Seussical*' in April.

Mayor Johnson then proclaimed Saturday, May 18, 2019 'Kids to Parks Day'.

IX. MONITORING INFORMATION

A. Monthly Financials – February 2019

There was no discussion at this time

B. Monthly EDC Financials and Activity Report

There was no discussion at this time

X. INCIDENTAL ITEMS

XI. REQUIRED APPROVAL ITEMS (CONSENT)

A. Consider approval of the minutes from the February 19, 2019 Regular Meeting

B. Discuss and consider acceptance of independent auditor's draft report (Comprehensive Annual Financial Report (CAFR)) for the fiscal year ended September 30, 2018

Item A was removed from the Consent Agenda at the request of Councilmember Gilley; Item B was removed at the request of Councilmember Joplin.

Councilmember Gilley requested that the February 19, 2019 minutes reflect the reasoning behind his motion to postpone item XII.C. on that agenda (a Resolution of Support for OM Housing's application to TDHCA), stating that the postponement was to allow time to request an Attorney General opinion as to whether cases cited in letters sent by legal representatives of OM Housing apply to a Council decision on a Resolution of Support; the lawfulness of letters delivered by a private citizen threatening action against Councilmember Joplin if she did not recuse herself; and as to whether each of these threats of legal action constitute a coercion of a public official to influence a vote under Texas Penal Code 36.03.

Motion To Approve Consent Item A (minutes from the February 19, 2019 Regular Meeting), with the requested correction. **Action** Approve, **Moved By** Gilley. **Seconded By** Joplin. **Motion passes unanimously.**

Motion To Postpone Consent Item B (acceptance of the Comprehensive Annual Financial Report (CAFR) for the fiscal year ended September 30, 2018). **Action** Postpone, **Moved By** Joplin. **Seconded By** Mayor Pro Tem Lee. **Motion passes unanimously.**

XII. DECISION ITEMS

A. Hold a Public Hearing and consider authorizing the City Manager to enter into a contract to transfer the operation and maintenance of the Kennedale water and sewer systems to the City of Arlington

Finance Director Brady Olsen stated that he was grateful for the number of residents in attendance due to the significance of these contracts, noting that the City Council had previously received most, if not all, of this information but that it was being presented again for the benefit of the public; and that the Utility and Infrastructure Board (UIB), at their March 12 meeting, voted unanimously to recommend to the Council approval of both contracts. Olsen offered an overview of the contracts including goals, added assurances, projected savings, impacts to residents and employees, substantive changes, and other significant details and considerations. Olsen, City Manager George Campbell, and City Attorney Wayne Olson were available to answer questions from Council.

The following registered for the combined Public Hearing on Items A and B:

- **Jerod Reeves**, *1519 Diamond Creek Lane*, declined to speak.
- **John Hivale**, 418 Coker Valley, asked several questions regarding monitoring of bids, projected savings, and utility rates.
  In response, Finance Director Brady Olsen stated that the City of Arlington would report expenses for auditing; that Arlington would cover $100,000 of unexpected costs in the first two contract years; and that the current rates would not support ongoing operations without the contract, but under this contract rates were projected to be sufficient.
- **Jeff Nevarez**, *338 Spring Branch Lane*, did not speak but registered in <u>favor</u>.
- **Chad Wandel**, *614 Reeves Lane*, did not speak but registered in <u>favor</u>.

Motion To Approve authorizing the City Manager to enter into a contract to transfer the operation and maintenance of the Kennedale water and sewer systems to the City of Arlington, contingent upon the City of Arlington's approval of both contracts. **Action** Approve, **Moved By** Pugh. **Seconded By** Mayor Pro Tem Lee.

Councilmember Gilley stated that Kennedale rates will be significantly higher than those paid Arlington customers, adding that residents should not expect lower rates going forward, but that he believed they would receive a better product and level of service.

Further discussion included the Water Fund's current deficit budget, the timeline for establishing an interconnect and transitioning to the Arlington water supply, compared costs of purchased vs. well water, effects on City of Kennedale employees, repairs needed on the water tanks, and the costs of ending the contract with Global.

The Mayor called for a vote. **Motion passes 3-1-1**, with Councilmember Rhodes voting against and Councilmember Gilley abstaining.

B. Hold a Public Hearing and consider authorizing the City Manager to enter into a contract to purchase potable water from the City of Arlington

Motion To Approve authorizing the City Manager to enter into a contract to purchase potable water from the City of Arlington, contingent upon the City of Arlington's approval of both contracts. **Action** Approve, **Moved By** Pugh. **Seconded By** Mayor Pro Tem Lee. **Motion passes unanimously.**

COUNCIL DID NOT CONVENE INTO CLOSED SESSION AT THIS TIME. AN EXECUTIVE SESSION WAS HELD FOLLOWING THE WORK SESSION, BUT BEFORE THE REGULAR SESSION.

XIII. EXECUTIVE SESSION

A. Discussion of pending legal matters regarding Ron Sturgeon vs. City of Kennedale

B. Discussion with the City Attorney regarding proposed contracts to purchase potable water from the City of Arlington and to transfer the operation and maintenance of the Kennedale water and sewer systems to the City of Arlington

C. *Pursuant to Section 551.074 deliberation of the appointment, employment, evaluation, reassignment, duties, discipline, or dismissal of a public officer or employee:*

Discussion of City Manager's Annual Evaluation

XIV. RECONVENE INTO OPEN SESSION, AND TAKE ACTION NECESSARY PURSUANT TO EXECUTIVE SESSION, IF NEEDED

There was neither discussion nor action at this time.

XV. ADJOURNMENT

Motion To Adjourn. **Action** Adjourn, **Moved By** Mayor Pro Tem Lee. **Seconded By** Gilley. **Motion passes unanimously.**

Mayor Johnson adjourned the meeting at 8:35 p.m.

APPROVED:

____
BRIAN JOHNSON, MAYOR

ATTEST:

____
LESLIE E. GALLOWAY, CITY SECRETARY

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: REQUIRED APPROVAL ITEMS (CONSENT) - B.

I. Subject:
Receive the independent auditor's report (Comprehensive Annual Financial Report (CAFR)) for the fiscal year ended September 30, 2018

II. Originated by:

Brady Olsen, Finance Director

III. Summary:
A draft of the audit was distributed to the City Council at the last Regular Meeting on Tuesday, March 19, 2019. The final version was sent to Council by Finance Director Brady Olsen via email on Thursday, April 4. The accompanying Informal Staff Report is attached, and Council will receive bound copies of the CAFR during the meeting.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:
Approve

VII. Alternative Actions:

VIII. Attachments:

1.	FYE 18 Audit Staff Report	FYE 18 Audit Staff Report.pdf

INFORMAL STAFF REPORT
to the Mayor and City Council

DATE: Thursday, April 04, 2019

SUBJECT: Year End Audit Update

ORIGINATED BY: Brady Olsen, Finance Director

The annual year-end audit for the 2017-2018 fiscal year is complete. Attached, you will find the final CAFR for the City and EDC, as well as the Management Letter. We have once again received a “clean” audit, as the auditors believe our records are a fair representation of the financial health of the city. We will be submitting the document to the Government Finance Officer Association for recognition. You should be receiving a bound copy of the City CAFR by the April meeting date.

GENERAL NOTES TO KEEP IN MIND, REGARDING THE AUDIT

- The term **'Governmental Funds'** encompasses all non-Water/Sewer Funds;
- The term **'Non-Major Governmental Funds'** includes LEOSE (Law Enforcement Officers Standards and Education), Park Dedication, Capital Projects, Roadway Impact Fees, Library Building, and Capital Bond Funds;
- The term **'General Fund'** refers to all other funds (not just our budgetary General Fund) and includes Streets, Capital Replacements, etc.
- **'Water and Wastewater'** includes restricted water and sewer impact fees; however, the Stormwater Fund is reported separately.
- Page 12 of the CAFR provides the best overview of the current assets of the major governmental funds.
- Page 14 of the CAFR provides the best overview of the operations of the major governmental funds.
- Page 16 and 17 of the CAFR provide the best overview of the Water and Sewer Fund.
- Page 33 and 34 of the CAFR provide the best overview of the City’s capital assets.
- Page 36 of the CAFR provides the best overview of the outstanding debts of the City.

BUDGETARY HIGHLIGHTS

The FY 17-18 budget was adopted with tax rates and water and sewer rates recommended by staff. Any significant differences from the FY ’17-‘18 adopted budget to our projected results were discussed throughout the FY 18-19 (current year) budget process. The following chart and notes highlight the variances of audited fund balances of each of the major funds from those projected at the time the budget was adopted.

FY 2017-2018 Fund Balance			
	Projected at Budget	**Calculated**	Difference
General Fund	$1,465,368	**$1,825,917**	$360,549
Debt Service	$48,073	**$194,137**	$146,064
Capital Replacement	$285,856	**$296,224**	$10,368
Storm Water	$163,688	**$113,180**	-$50,508
Water & Sewer	$1,452,060	**$1,558,017**	$105,957
EDC	$121,784	**$168,178**	$46,394
Street	$348,119	**$493,146**	$145,027

1. For the General Fund, revenues were generally higher than anticipated. Additionally, we expect to receive a $156,000 FEMA reimbursement this year, which is now included in the fund balance projection.
2. For the Debt Service Fund, approximately $140,000 in debt payments were re-assigned per our auditors.
3. The Storm Water Fund encumbered capitals project at the end of the year.
4. The EDC received higher than anticipated sale tax revenue.
5. The Water and Sewer Fund is now anticipated to receive partial re-payment from the TIF in the current year from previous advances for capital projects.
6. The Street Fund is now anticipated to receive partial re-payment from the TIF in the current year from previous advances for capital projects.

RESPONSE TO MANAGEMENT LETTER

As we discussed during the selection process for a new auditing firm, we rely on our auditors to assist in many end of year accounting entries. This was particularly true in the FY ’17-’18 year end close out as we had lost key accounting personnel. We have since filled all positions and should be in a better position moving forward, although we will likely continue to rely on assistance from our audit firm in some of the more complicated GASB entries. In regard to controls, a city staff of our size will always be challenged to maintain a full segregation of duties. We are continually looking for ways to improve, and made several key changes to our cash handling process this past year.

SHOULD YOU HAVE ANY QUESTIONS REGARDING THIS REPORT, PLEASE CONTACT BRADY OLSEN AT 817-985-2110 OR BOLSEN@CITYOFKENNEDALE.COM.

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: REQUIRED APPROVAL ITEMS (CONSENT) - C.

I. Subject:
Consider authorizing Fire Chief James Brown to enter into a Clinical Affiliation Agreement with the School of EMS

II. Originated by:

Fire Chief James Brown

III. Summary:
The Kennedale Fire Department currently has two fire fighters enrolled in a program with the School of EMS, which requires a certain number of clinical hours on an ambulance. This contract allows them to conduct that training on City of Kennedale apparatus. There is no cost to the City and the School of EMS has provided proof of liability insurance to City staff.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:
Approve

VII. Alternative Actions:

VIII. Attachments:

1.	School of EMS Agreement	School of EMS Agreement.docx

CLINICAL AFFILIATION AGREEMENT

Kennedale Fire Department
And
School of EMS

This agreement made and entered into this (Date) 03/25/2019 by and between (Clinical Site) Kennedale Fire Department (hereinafter referred to as the “clinical site”) and the School of EMS (hereinafter referred to as “School of EMS”) and will continue until the agreement is terminated by either party.

I. PURPOSE

The clinical site shall provide the School of EMS students with practical experience in EMS-based patient care activities through the clinical site’s owned entities and the School of EMS shall provide the student with academic experience.

II. RESPONSIBILITIES OF THE CLINICAL SITE

The clinical site shall:

A. Provide cooperation to ensure students of the School of EMS receive an effective clinical experience.
B. Provide a suitable clinical experience situation as prescribed by the curriculum provided by the School of EMS and outlined by the National Highway Traffic Safety Administration.
C. Assist with clinical teaching and supervision of agreed upon number of students of the School of EMS.
D. Ensure the standards of patient care established by the clinical site remain in control of the employees.
E. Reserve the right to determine the manner in which the clinical site’s owned equipment and supplies shall be used and operated.
F. Provide a contact person for the School of EMS at the clinical site so as to facilitate interaction between the training program and our system.

III. RESPONSIBILITIES OF THE SCHOOL OF EMS

The School of EMS shall:

A. Ensure that students who use the clinical site’s facilities will abide by the clinical site’s policies.
B. Ensure students of the School of EMS will have professional liability insurance in the appropriate amount prior to beginning clinical experience with the clinical site.
C. Ensure each student has been provided infection control training as outlined by the Department of Transportation knowledge objectives for EMS courses.
D. Ensure each student has been provided HIPAA training in accordance with the Federal and State guidelines.
E. Ensure each student has been cleared through a background check to include the federal inclusion/exclusion list.
F. Ensure each student has passed a 10-panel drug screen.
G. Ensure that documentation has been established by the School of EMS on how students are determined to be proficient in both basic and advanced skills which are expected to be utilized in the clinical internship setting.
H. Provides each student a Competency Check List so that the student may present this to the clinical site’s facility they are assigned to during all internship assignments.
I. Consider promptly any complaint made by the clinical site against a student in accordance with the School of EMS standards and procedures of disciplinary action.
J. Shall provide preceptor training to relevant clinical site staff at the clinical location(s) or via online services.

IV. HOLD HARMLESS

The School of EMS agrees and is bound to hold the clinical site whole and harmless against any and all claims for damages, costs and expenses to persons or property that may arise out of or be occasioned by this contract or any activities or from any act or omission of any teacher or student involved in the School of EMS.

V. RESPONSIBILITIES OF THE CLINICAL SITE AND THE SCHOOL OF EMS

The clinical site and the School of EMS shall:

A. Agree upon the number of students to be placed at the clinical site for clinical rotations.

B. Revise and modify this contract in writing if both parties agree to the revision or modification.

VI. TERMINATION

This contract may be terminated by either party upon one hundred eighty (180) days written notice to the other party by registered mail, return receipt requested. The termination shall not take effect until students who are enrolled at the time such notice is given have completed the courses in which they are enrolled.

VII. DISCRIMINATION

The clinical site and the School of EMS shall not lawfully discriminate in their respective performance of this contract.

VIII. CONTACT PERSONS

The contact person and authorized designee of the School of EMS for the purposes of this agreement is:

School of EMS
Patrick McGhee
115 Jordan Plaza Blvd.
Tyler, Texas 75704
(903) 871-1325

The contact person and authorized designee of the clinical site for the purposes of this agreement is:

____
____
____
____

EXECUTED the twenty fifth (day) of March (month) 2019 (year). The clinical site and the School of EMS have executed this agreement by and through one of its duly authorized officers, thereby binding themselves, their successors and assignees and representatives for the faithful and full performance of the terms and provisions of this contract.

Clinical Site	School of EMS
By: ______________________________	By: ______________________________
Printed: __________________________	Printed: Patrick McGhee
Title: ____________________________	Title: Clinical Coordinator
By: ______________________________	By: ______________________________
Printed: __________________________	Printed: TC Howard
Title: ____________________________	Title: Chief Operating Officer

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: REQUIRED APPROVAL ITEMS (CONSENT) - D.

I. Subject:
Consider approval Resolution 548, denying the Distribution Cost Recover Factor ("DCRF") application by Oncor Electric Delivery LLC

II. Originated by:

George Campbell, City Manager

III. Summary:

On April 8, 2019, Oncor Electric Delivery Company LLC ("Oncor" or "Company") filed an Application for Approval to Amend its Distribution Cost Recover Factor ("DCRF") to Increase Distribution Rates with each of the Cities in their service area. In the filing, the Company asserts that it is seeking an increase in distribution revenues of $29,433,804.

Resolution 548 authorizes the City to join with the Steering Committee of Cities Served by Oncor ("OCSC") to evaluate the filing, determine whether the filing complies with law, and if lawful, to determine what further strategy, including settlement, to pursue.

Purpose of the Resolution:
The purpose of the Resolution is to deny the DCRF application proposed by Oncor.

Explanation of "Be It Resolved" Paragraphs:

1. This section authorizes the City to participate with OCSC as a party in the Company's DCRF filing, PUC Docket No. 49427.

2. This section authorizes the hiring of Lloyd Gosselink Rochelle and Townsend, PC and consultants to review the filing, negotiate with the Company, and make recommendations to the City regarding reasonable rates. Additionally, it authorizes OCSC to direct any necessary administrative proceedings or court litigation associated with an appeal of this application filed with the PUC.

3. This paragraph finds that the Company's application is unreasonable and should be denied.

4. This section states that the Company's current rates shall not be changed.

5. The Company will reimburse Cities for their reasonable rate case expenses. Legal counsel and consultants approved by OCSC will submit monthly invoices that will be forwarded to Oncor for reimbursement.

6. This section recites that the Resolution was passed at a meeting that was open to the public and that the consideration of the Resolution was properly noticed.

7. This section provides that Oncor and counsel for OCSC will be notified of the City's action by sending a copy of the approved and signed Resolution to counsel.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:
Approve

VII. Alternative Actions:

VIII. Attachments:

1.	R548 ONCOR Rate Case Denial DCRF	R548 ONCOR Rate Case Denial DCRF.pdf

RESOLUTION NO. 548

A RESOLUTION OF THE CITY OF KENNEDALE, TEXAS, FINDING THAT ONCOR ELECTRIC DELIVERY COMPANY LLC'S APPLICATION FOR APPROVAL TO AMEND ITS DISTRIBUTION COST RECOVERY FACTOR PURSUANT TO 16 TEX. ADMIN. CODE §25.243 TO INCREASE DISTRIBUTION RATES WITHIN THE CITY SHOULD BE DENIED; FINDING THAT THE CITY'S REASONABLE RATE CASE EXPENSES SHALL BE REIMBURSED BY THE COMPANY; FINDING THAT THE MEETING AT WHICH THIS RESOLUTION IS PASSED IS OPEN TO THE PUBLIC AS REQUIRED BY LAW; REQUIRING NOTICE OF THIS RESOLUTION TO THE COMPANY AND LEGAL COUNSEL.

WHEREAS, the City of Kennedale, Texas, ("City") is an electric utility customer of Oncor Electric Delivery Company LLC ("Oncor" or "Company"), and a regulatory authority with an interest in the rates and charges of Oncor; and

WHEREAS, the City is a member of the Steering Committee of Cities Served by Oncor ("OCSC" or "Cities"), a membership of similarly situated cities served by Oncor that have joined together to efficiently and cost effectively review and respond to electric issues affecting rates charged in Oncor's service area; and

WHEREAS, on or about April 8, 2019, Oncor filed with the City an Application for Approval to Amend its Distribution Cost Recovery Factor ("DCRF"), PUC Docket No. 49427, seeking to increase electric distribution rates by approximately $29,433,804; and

WHEREAS, all electric utility customers residing in the City will be impacted by this ratemaking proceeding if it is granted; and

WHEREAS, Cities are coordinating a review of Oncor's DCRF filing with designated attorneys and consultants to resolve issues in the Company's application; and

WHEREAS, Cities' members and attorneys recommend that members deny the DCRF.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF KENNEDALE, TEXAS:

Section 1. That the City is authorized to participate with OCSC in PUC Docket No. 49427.

Section 2. That, subject to the right to terminate employment at any time, the City of Kennedale, Texas, hereby authorizes the hiring of the law firm of Lloyd Gosselink Rochelle & Townsend, P.C. and consultants to negotiate with the Company, make recommendations to the City regarding reasonable rates, and to direct any necessary administrative proceedings or court litigation associated with an appeal of this application filed with the PUC.

Section 3. That the rates proposed by Oncor to be recovered through its DCRF charged to customers located within the City limits, are hereby found to be unreasonable and shall be denied.

Section 4. That the Company shall continue to charge its existing rates to customers within the City.

Section 5. That the City's reasonable rate case expenses shall be reimbursed in full by Oncor within 30 (thirty) days of presentation of an invoice to Oncor.

Section 6. That it is hereby officially found and determined that the meeting at which this Resolution is passed is open to the public as required by law and the public notice of the time, place, and purpose of said meeting was given as required.

Section 7. That a copy of this Resolution shall be sent to Matthew C. Henry, 1616 Woodall Rodgers Freeway, Dallas, Texas 75202 and to Thomas Brocato, Legal Counsel to OCSC, at Lloyd Gosselink Rochelle & Townsend, P.C., P.O. Box 1725, Austin, Texas 78767-1725.

DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF KENNEDALE ON THE 16TH DAY OF APRIL, 2019.

APPROVED:

____
MAYOR, BRIAN JOHNSON

[CITY SEAL

ATTEST:

____
CITY SECRETARY, LESLIE E. GALLOWAY

APPROVED AS TO FORM AND LEGALITY:

____
CITY ATTORNEY, DREW LARKIN

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: DECISION ITEMS - A.

I. Subject:
Consider approval of Ordinance 659, amending the FY2018-19 Budget

II. Originated by:

Brady Olsen, Finance Director

III. Summary:

During the January 15, 2019 Regular City Council Meeting, Councilmember Joplin provided a list of suggested budget amendments. The City Council requested that staff provide an analysis and response to those suggested budget changes, which was done via the attached Informal Staff Report (ISR) on Monday, February 11, 2019. Since, Councilmember Joplin has requested that an Ordinance amending the budget be placed on this agenda as an action item (seconded by Councilmember Gilley).

Ordinance 659 (and "Exhibit A") outline those amendments determined by staff to be both necessary and in the best interest of taxpayers.

Combined General Funds

1. The Police Department received Justice Assistance Grant (JAG) in the amount of $73,645, which will be used to replace obsolete radios. Staff recommends amending the budget to spend these proceeds.
2. Staff budgeted $100,000 for legal services; however, as of March 31, 2019, more than $75,000 has been spent. Staff recommends increasing this line item to $150,000 to accommodate projected costs during the second half of FY2018-19.

Capital Projects Funds

1. In October 2018, the City Council approved the issuance of $760,000 in tax notes to fund the City's portion of a TxDOT off-system bridge replacement project and the Safe Routes to Schools sidewalk project through NCTCOG. Staff recommends amending the Capital Bond Fund to allow the City to spend the proceeds from these tax notes on such projects.
2. During the February 19, 2019 Regular Meeting, the City Council expressed interest in spending a portion of the available Park Dedication Funds to improve current parks (particularly lighting, security, and upgrades to the ballfields at Sonora Park). Staff recommends amending the budget to allow $60,000 to be spent on such projects.

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

Approve

VII. Alternative Actions:

VIII. Attachments:

1.	O659_FY2018-19 Budget Amendment	O659_FY2018-19 Budget Amendment and Exhibit FINAL.pdf
2.	2-11-19 Informal Staff Report- Budget Amendments	2-11-19 Informal Staff Report- Budget Amendments.pdf

ORDINANCE NO. 659

AN ORDINANCE OF THE CITY OF KENNEDALE, TEXAS, AMENDING THE FISCAL YEAR 2018-2019 ADOPTED BUDGET OF THE CITY OF KENNEDALE, TEXAS; PROVIDING FOR THE INCORPORATION OF PREMISES; FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2018 AND ENDING SEPTEMBER 30, 2019; PROVIDING A SAVINGS AND REPEALER CLAUSE; PROVIDING FOR SEVERABILITY; PROVIDING FOR ENGROSSMENT AND ENROLLMENT; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the City of Kennedale, Texas Fiscal Year 2018-2019 Budget was adopted within the time and in the manner required by State Law; and

WHEREAS, the City Council of the City of Kennedale, Texas, hereby finds and determines that it is prudent to amend specific line items due to the occurrence of unforeseen situations that have impacted those line items; and

WHEREAS, the City Council of the City of Kennedale, Texas, further finds that the amendments, as set forth in Exhibit "A," will serve in the public interest and are necessary to support City operations; and

WHEREAS, the City Council of the City of Kennedale, Texas, finds and determines that the change in the Fiscal Year 2018-2019 Budget for the stated municipal purpose serves best interests of the taxpayers, is necessary, and warrants action at this time,

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF KENNEDALE, TEXAS:

SECTION 1.

That the above and foregoing premises are true and correct and are incorporated herein and made a part hereof for all purposes.

SECTION 2.

The City of Kennedale, Texas, Fiscal Year 2018-2019 Budget is hereby amended to fund the projects represented by the line items as stated in Exhibit "A." This Amendment No. 1 (Exhibit "A") to the original Adopted Budget of the City of Kennedale, Texas, for the Fiscal Year 2018-2019 shall be attached to and made part of the original Adopted Budget by the City Secretary and shall be filed in accordance with State Law. This Ordinance is hereby adopted and shall constitute the first budget amendment that has occurred since the October 1, 2018 effective date of the City's Fiscal Year 2018-2019 Budget.

SECTION 3.

That this Ordinance shall be cumulative of all other Ordinances of the City affecting the Fiscal Year 2018-2019 Budget of the City and shall not repeal any of the provisions of such Ordinances except in those instances where provisions of those Ordinances are in direct conflict with the provisions of this Ordinance; whether such Ordinances are codified or uncodified, and all other provisions of the Ordinances of the City of Kennedale, Texas, codified or uncodified, not in conflict with the provisions of this Ordinance, shall remain in full force and effect.

SECTION 4.

If any section, article, paragraph, sentence, clause, phrase, or word in this Ordinance or application thereof to any person or circumstance is held invalid or unconstitutional by a Court of competent jurisdiction, such holding shall not affect the validity of the remaining portions of the Ordinance, and the City Council hereby declares it would have passed such remaining portions of the Ordinance despite such invalidity, which remaining portions shall remain in full force and effect.

SECTION 5.

The City Secretary of the City of Kennedale, Texas, is hereby directed to engross and enroll this Ordinance in the Ordinance Records of the City and to properly record this Ordinance in accordance with the City Charter.

SECTION 6.

This Ordinance shall take effect from and after its date of passage, in accordance with law, and it is so ordained.

PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF KENNEDALE, TEXAS, THIS THE 16TH DAY OF APRIL, 2019.

APPROVED:

____

MAYOR, BRIAN JOHNSON

ATTEST:

[C I T Y S E A L]

____

CITY SECRETARY, LESLIE E. GALLOWAY

ORDINANCE 659
EXHIBIT "A"

FY 18-19 Amendments

CITY OF KENNEDALE (04/16/2019)	LINE ITEM	DEPARTMENT	ORIGINAL BUDGET	AMENDED BUDGET	DIFFERENCE	EXPLANATION
GENERAL FUND						
01-5565-02-00	LEGAL SERVICES	MAYOR/CITY COUNCIL	$ 100,000.00	$ 150,000.00	$ 50,000.00	Spent $75,000 through March--likely to spend double
01-5291-09-01	GRANT FUNDED SUPPLIES	POLICE OPERATIONS	$ -	$ 73,645.00	$ 73,645.00	Fund expenditures from a federal radio grant
		Total	**$ 100,000.00**	**$ 223,645.00**	**$ 123,645.00**	
		Total Amendment to Combined General Funds	**$ 100,000.00**	**$ 223,645.00**	**$ 123,645.00**	
Capital Funds						
CAPITAL BOND FUND						
13-5847-07-00	CONSTRUCTION	TxDOT BRIDGE PROJECT	$ -	$ 570,000.00	$ 570,000.00	Spend Tax Note proceeds on TxDOT match
13-5847-03-00	CONSTRUCTION	SAFE ROUTES TO SCHOOL		$ 165,000.00	$ 165,000.00	Spend Tax Note proceeds on Safe Routes match
		Total	**$ -**	**$ 735,000.00**	**$ 735,000.00**	
PARK DEDICATION FUND						
14-5581-01-00	PARK IMPROVEMENTS	PARK IMPROVEMENTS	$ -	$ 60,000.00	$ 60,000.00	Fund park improvements identified by park board
		Total Amendment to Capital Projects Funds		**$ 795,000.00**	**$ 795,000.00**	

INFORMAL STAFF REPORT
to the Mayor and City Council

DATE: Wednesday, April 10, 2019

SUBJECT: Staff Response to 1/15/19 Budget Amendment Recommendations

ORIGINATED BY: Finance Director, Brady Olsen

During the January 15th City Council meeting, Councilmember Joplin provided a list of suggested budget changes. The City Council requested that staff provide an analysis and response to the suggested budget changes. The staff responses that follow fall into four main categories; "Legal or Practical Limitations", "No Effect on Budget", "Possible, but not Recommended", and "Policy Decision". The staff responses will hopefully clarify some of the information presented and address the impact that the implementation of such changes will have on the 2018-19 adopted budget.

Legal or Practical Limitations

Transfer $176,235.01 of the roadway impact fund reserves to the TIRZ fund and then transfer that same amount from the TIRZ fund to the Street Improvement fund - Because roadway impact fee revenue can only be used to pay for projects in the Roadway Impact Fee CIP/ engineering report, such a use of Impact Fees would not be permitted legally. Currently we are not actively pursuing any impact fee CIP projects, other than the $10,000 used annually, and as necessary, for engineering related to the New Hope Road project.

Increase the transfer from the park dedication fund to the street fund from $35,000 to $80,000 - Park Dedication funds should ideally only be used for park improvements. However, park maintenance expenditures are technically allowable. Since the street fund (which hosts park maintenance) has been running an operating deficit since the water and sewer franchise fee was reduced, we have been using park dedication funds to help augment the park maintenance budget. The total transfer from the park dedication fund to the street fund could not exceed $61,420, the amount we are currently spending on park maintenance.

Have the EDC reimburse the water/sewer fund $171,000 for the purchase price of land at 501 S. Dick Price Rd. - If the EDC decides to return title of the land to the City, it is unlikely there would be a cash payment. Such a transfer of title would increase the water and sewer fund's long term assets but not affect its cash reserves.

Reduce the City Manager's travel budget by $3,000 – The $8,000 currently budgeted for possible travel related expenses of the City Manager is consistent with costs incurred in the prior year and with the Manager's employment agreement. In the event that portions of budgeted travel by the Manager do not occur savings may indeed be realized.

Reduce the Library travel budget by $1,000 - Our Library director is required to attend an annual conference in order to keep certain professional designations. This year, the conference is further away than in '17-'18, thus the increased line item. Costs for this conference have already been incurred.

No Effect on Budget

The TIRZ Board could elect to use its revenue from increased values this year (~$115,000) to partially reimburse the City for funding previously made by the street fund and the water and sewer fund. If the board chooses to do this, the City can then decide the fund or funds to which such monies would be credited. Any such payment would reduce the reserves of the TIRZ and increase the reserves of the fund to which the monies were credited but would not be considered revenue. This action would not require a budget amendment. The payment(s) would not reduce the $186,000 operating deficit in the street fund or the $648,000 operating deficit in the water and sewer fund.

Councilmember Joplin mentioned the potential expenditure for Council Chamber improvements proposed this past September at the cost of $62,000 – Council did not approve the project and funds were not spent in 2017-18. The projected operating reserves for closing 2017-18 were therefore adjusted accordingly in the new 2018-19 budget. There is no additional impact on the current budget that can be recognized or that would affect the $523,000 operating deficit in the general fund.

Councilmember Joplin also questioned why stormwater investment income decreased $36,000 from the "first" budget to the "second" budget (emphasis added) - Stormwater fee revenue decreased by $38,000 from the City Manager's proposed budget to the adopted budget because Council indicated it would not increase the stormwater fee.

Councilmember Joplin pointed out that ~$15,000 in legal fees had been paid by the City for the EDC - This was analyzed by city staff and corrected. About one half of this amount was determined to actually have been charged incorrectly. The correction increases the general fund reserves, but would not affect the $523,000 operating deficit in the general fund.

Possible but Not Recommended

Roadway Impact Fund - eliminate the $10,000 transfer from the roadway impact fund to the TIRZ - The transfer is for updating the engineering for the New Hope Road project. It is recommended we continue moving forward on capital projects. By moving funds to the TIRZ, we are able to better track spending in that specific geographic area. Reducing this line item would not affect the operating deficit in the general fund, street fund, or water and sewer fund.

Park Dedication Fund - increase the transfer from the park dedication fund to the street fund from $35,000 to $61,420 - Park Dedication funds should ideally only be used for park improvements, but park maintenance expenditures are technically allowable. Since the street fund (which hosts park maintenance) has been running an operating deficit since the water and sewer franchise fee was reduced, we have been using park dedication funds to help augment the park maintenance budget. We do not recommend increasing the transfer, as the spirit of the fee was meant for park acquisition and improvement. Increasing the transfer above the current level would drain the park dedication fund over the next several years and hamper the city's ability to improve and expand its current park system. Increasing the transfer to $61,420 would reduce the street fund operating deficit from $186,000 to $160,000.

Stormwater Fund - remove the $30,000 budgeted to acquire land in flood plains for flooding and erosion mitigation - We have spent ~$25,000 per year the past two years for this type of flooding and/or erosion mitigation efforts. Staff recommends continuing this effort to better protect citizens from potential flooding. Reducing this line item would not affect the operating deficit in the general fund, street fund, or water and sewer fund.

General Fund - reduce the City budget for demolishing unsound structures by 50%, from $20,000 to $10,000 - We have a list of approximately 20 such structures in the City, with an estimated cost for demolition of $10,000 per structure. Reducing the budget by 50% would allow us to address only one such building. Our ability to have the City perform demolition is an important tool used to motivate owners to take care of their property. Our attorney has advised us that we should avoid incenting owners to improve their properties through use of this enforcement tool if we do not, in fact, have money budgeted to actually carry through with demolition. Reducing this line item would negatively impact the City's ability to regulate unsound structures. Doing so would reduce the general fund operating deficit from $523,000 to $513,000.

Please note that for all of the suggestions in this category of "possible but not recommended", the city will only spend the funds if needed. Any funds budgeted but unspent will accrue to the appropriate fund balances.

Policy Decision

Councilmember Joplin suggested using $50,000 from the park dedication fund to pay for improvements to Sonora Park. If Council believes this is the best use of the fund, we can amend the budget and move forward with the project. We would recommend receiving input from the Parks Board before proceeding. A presentation by the Park Board Chair is scheduled for Council's work session on February 19.

SHOULD YOU HAVE ANY QUESTIONS REGARDING THIS REPORT, PLEASE CONTACT CITY MANAGER GEORGE CAMPBELL AT 817-985-2102 OR GCAMPBELL@CITYOFKENNEDALE.COM.

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STAFF REPORT
TO THE HONORABLE MAYOR AND CITY COUNCIL

Date: April 16, 2019

Agenda Item No: EXECUTIVE SESSION - A.

I. Subject:
Discussion with the City Attorney regarding a damage claim submitted by Erin L. Jackson (1037 Swiney Hiett Road)

II. Originated by:

III. Summary:

IV. Fiscal Impact Summary:

V. Legal Impact:

VI. Recommendation:

VII. Alternative Actions:

VIII. Attachments: