



CITY OF NATALIA, TEXAS FISCAL YEAR 2017-2018 ADOPTED ANNUAL BUDGET

Filed: August 9, 2017
Adopted: September 6, 2017

This budget will raise more total property taxes than last year's budget by an amount of \$21,415.00 which is a 7.84% increase, and of that amount, \$2,061.00 is tax revenue to be raised from new property added to the tax roll this year.

City Council Record Vote

The members of the governing body voted on the adoption of the budget as follows:

POSITION	NAME	FOR	AGAINST	PRESENT and Not Voting	ABSENT
Mayor	-vacant-				X
Mayor Pro-Tem	Sam Smith	X			
Council Member	Mike Fernandez	X			
Council Member	Ruben Juarez	X			
Council Member	Tommy Ortiz				X
Council Member	Samuel "Chip" Bluemel	X			

Municipal Property Tax Rate Comparison

TAX RATE	THIS YEAR FY 2017-2018	LAST YEAR FY 2016-2017
Property Tax Rate	\$0.8564	\$0.8615
Effective Tax Rate	\$0.7978	\$0.8630
Effective M&O Tax Rate	\$0.7123	\$0.7122
Debt Rate	\$0.0872	\$0.0924
Rollback Tax Rate	\$0.8564	\$0.8615

The total amount of municipal debt secured by property taxes for the City of Natalia is \$30,004.00.

AN ORDINANCE ADOPTING THE CITY OF NATALIA, TEXAS ANNUAL BUDGETS FOR FISCAL YEAR BEGINNING OCTOBER 1, 2017 AND ENDING SEPTEMBER 30, 2018; APPROPRIATING FUNDS TO PAY INTEREST AND PRINCIPAL OF THE CITY'S INDEBTEDNESS; PROVIDING FOR A RECORD VOTE; PROVIDING FOR A REPEALS CLAUSE; AND SETTING AN EFFECTIVE DATE.

Whereas, the budgets, herein attached, for the fiscal year beginning October 1, 2017, and ending September 30, 2018, was duly filed on August 9, 2017 and presented to the City Council by the City Administrator; and

Whereas, public hearings were ordered by the City Council for September 6, 2017; and such public hearing notice was published in the Devine News newspaper on August 23, 2017 and said public hearings were held according to said notice; and

Whereas, this year's budget will raise more revenue from property taxes than in the previous year which will require a separate and additional vote of the governing body to ratify the property tax increase reflected in this year's budget.

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

Section 1: The Budgets of the City of Natalia, Texas are hereby adopted, which includes the General Fund and Utility Fund for the Fiscal Year beginning October 1, 2017 and ending September 30, 2018 for the support of the general government of this City to be fixed and determined for said terms in accordance with the expenditures in the Budgets; and,

Section 2: That the Budgets have appropriated funds to pay interest and principal obligated of Fiscal Year 2017-2018 of the City of Natalia; and

Section 3: It is further required by Local Government Code §102.007(a)(2), that the vote to adopt the budget must be a record vote, and therefore let it be recorded that each member of the governing body each voted on the adoption of the budget as follows:

City Council Record Vote

POSITION	NAME	FOR	AGAINST	PRESENT and Not Voting	ABSENT
Mayor	vacant				X
Mayor Pro-Tem	Sam Smith	X			
Council Member	Mike Fernandez	X			
Council Member	Ruben Juarez	X			
Council Member	Tommy Ortiz				X
Council Member	Samuel Bluemel	X			

Section 4: It is hereby declared to be the intention of the City Council that if any section, phrase, or sentence of this ordinance shall be declared invalid for any reasons by a court of competent jurisdiction, such holding or finding shall not have the effect or result of invalidating any other section or part of this ordinance.

Section 5: This Ordinance shall become effective on October 1, 2017.

PASSED, APPROVED and ADOPTED this 6th day of SEPTEMBER, 2017 by a motion to adopt said fiscal year budgets as recorded by the majority vote of the Governing Body of the City of Natalia.

ATTEST:

 Lisa Hernandez, City Administrator/Secretary

APPROVED:

 Sam Smith, Mayor Pro-Tem



**CITY OF NATALIA, TEXAS
FISCAL YEAR 2017-2018
ANNUAL BUDGET**

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**CITY OF NATALIA, TEXAS
FISCAL YEAR 2017-2018
ANNUAL BUDGET**

The budget officer is responsible for preparing each year's municipal budgets to cover the proposed expenditures of the municipal government for the succeeding year. In preparation of the budgets, officers of the board, department heads or supervisors may have furnished information necessary for the budget officer to properly prepare the budgetary forecasts. The budget provides for a clear comparison between this year's forecasts and last year's current actuals, and may define list projects, their expenditures within the budget and the estimated amount of money to be carried over for each project. *(LGC Chapter 102, Municipal Budget)*

The proposed budget was filed with the city secretary on August 9, 2017 which is 30 days before the date of governing makes its tax levy for the fiscal year, and is in compliance of the laws governing municipal budgets and property tax levies.

GOVERNING BODY MEMBERS

MAYOR
-vacant-

MAYOR PRO-TEM
Sam Smith

COUNCILMEMBERS
Mike Fernandez
Ruben Juarez
Tommy Ortiz
Samuel "Chip" Bluemel

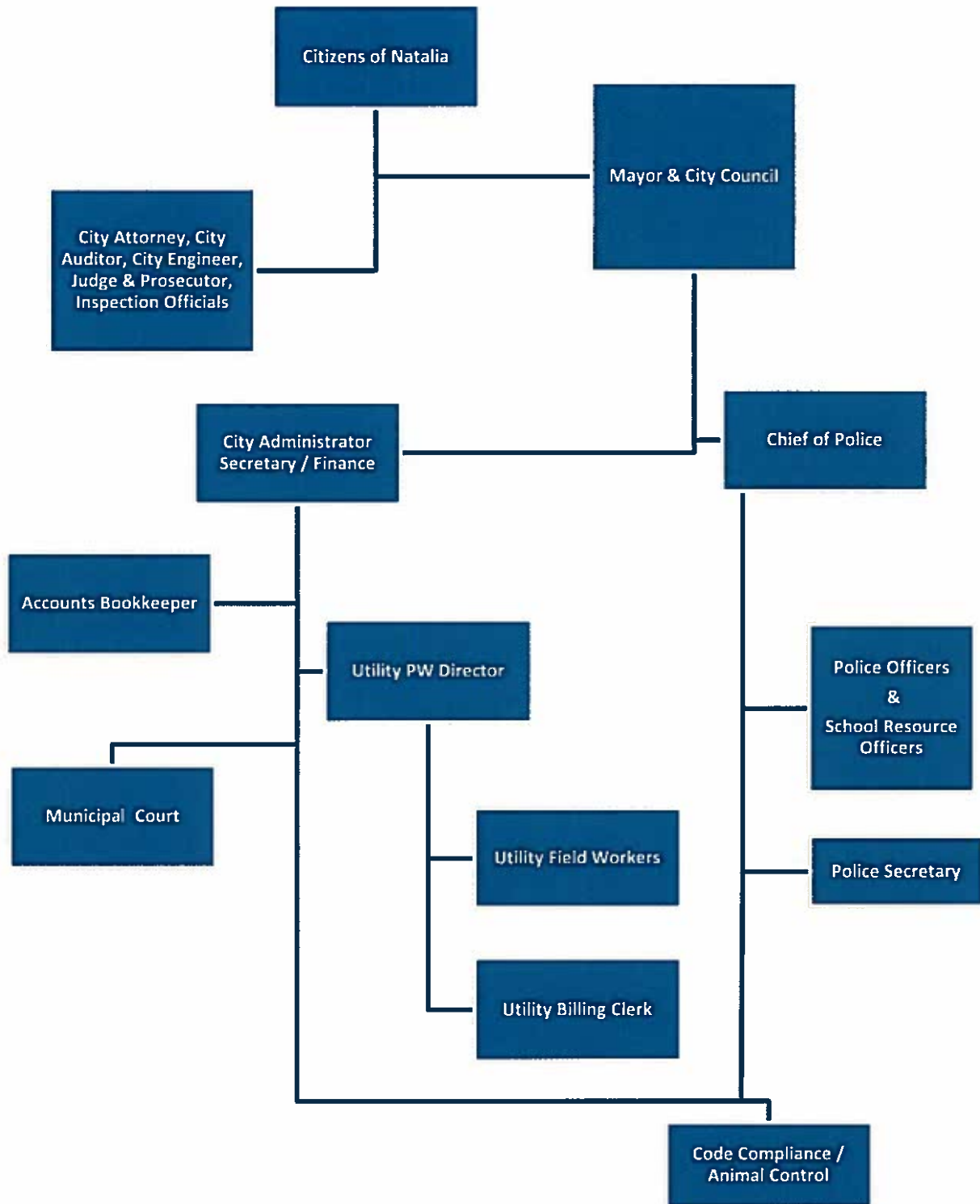
CITY MANAGEMENT STAFF

CITY ADMINISTRATOR/SECRETARY
Lisa Hernandez

CHIEF OF POLICE
Gilbert Rodriguez

UTILITY DIRECTOR
Art Smith

CITY OF NATALIA ORGANIZATIONAL CHART



BUDGET OUTLOOK MESSAGE

The budget for the fiscal year beginning October 1, 2017 and ending September 30, 2018 targets the management of the city's basic services with strict use of funds earmarked for operational expenses, accrued debt, and provides a positive fund balance allocated to build up our city's reserves.

General Fund:

The general fund budget is comprised of four departments: General Administration, Municipal Court, Code Enforcement, and the Police Department; and forecasts an operational budget of \$557,104.00.

Property Taxes: This year's budget also provides an estimated increase of property tax revenue of about \$11,000 as a comparison to last year's assessed collections. The certified assessment totals increased property values by over \$2-million dollars from last year's certified values; from \$31,522,049 to \$34,141,035, in which, if Council adopts the proposed tax rate of \$0.8564, this means home valued at \$100,00 will pay less than last year by -\$5.10.

Sales Taxes: In 2012 the city's sales tax revenue generated about \$73,000, and continues to increase each year since; the budget forecasts a slight but sound increase in sales tax revenue for an average of \$145,000, mainly accounted from the increase in sales from Love's Travel Center.

Court Fines & Fees: In review from previous years, 2012 to 2016, this year's budget forecasts a drastic decrease. Fiscal year ending 9/30/13 produced \$153,000 in violation fees and continued to decline by a 40-45% margin every year since; last year's actuals was \$43,000. Calculating the forecast based on the continuous percentage drop would provide an outrageous revenue projection of \$25,000, basically cutting down several essential operations in order to balance the budget; however, using a logical averaging method, \$40,000 is a comfortable revenue projection in the budget.

Contingency: In 2013, the City adopted a fund balance policy setting a goal to maintain an unassigned fund balance of at least 25% of general fund budgetary expenditures, or 3-months' worth of operations for contingencies. Nevertheless, with obstacles to overcome, the city was unable to apply any unassigned fund balances to reserves until recently; and as of last year, for the first time, the city was able to apportion about 5% of the general fund expenditures into the account; though it doesn't achieve the city's recommended goal, it's a start to something that the city was never able to do before. This year's budget currently applies unassigned funds of over \$18,000, and could potentially result in more if contractual and/or outsourced expenses become unallocated.

Non-Bonded Debt Commitments or Defrayals: This year's budget does not apply any carry-over commitment balances, neither forecasts any unforeseen assurances. This year's budget dejects borrowing funds from other funds or obtaining a note to cover insufficient operations or unobligated debt. Last year's budget cleared any defrayals from the loan derived from the civil action suit.

Debts and Obligations: This year's budget accounts for an annual bond payment of \$30,004 for Series-2015; this debt is a combination tax and revenue bond funded by taxing interest and sinking payments and utility fund revenues. This debt is currently being considered for refinancing into a lower interest rate through the USDA Loan Program, and to proportionately obligate this debt and the additional utility capital improvements debt into one series to apply the same repayment methods.

Municipal Grants: The City was awarded TDA TxCBDG funds of \$39,705, with a general fund contingency allocated towards the city's matching funds of \$6,281; the grant will be used to revise the 1996 Comprehensive Master Plan by December 2018. The Grant Administrator assigned to oversee the production of the Plan is Langford Community Management, along with M&S Engineering.

Personnel: Because of unforeseen limitations of last year's budget, employees did not receive any pay increase; however, in effort to stay within our means and keep up with competitive wage rates, this budget will

support a 3% increase in wages, to be applied on the first payroll cycle of the fiscal year. The general fund staff consists of Judicial and Enforcement personnel, funding the same number of employees currently staffed:

Municipal Court:	(2) Contractual	(1) Full-time Hourly	(1) Part-Time Hourly
Code Enforcement:	(0) Full-time Salary	(1) Full-time Hourly	(0) Part-Time Hourly
Police Department:	(1) Full-time Salary	(4) Full-time Hourly	(1) Part-Time Hourly

Utility Fund:

This year's budget assigns \$729,340.00 for enterprise operations, which is \$109,115.00 more than last year's adopted budget; due to an overhaul of the city's utility rate structure to embrace the costs of several utility improvement projects. The utility fund budget is comprised of three utility sources: Water, Sewer and Garbage.

Water and Sewer Rates: The city's last rate increase for water and sewer, residential and commercial customers, was made on September 8, 2015, and had little impact in supporting the city's inflated annual cost of operations. However, to make necessary improvements of the city's utility infrastructure a rate-study was performed which determined the cost of daily operations and the amount necessary to maintain and improve the systems. The utility rate plan adopted provides a five (5) year step-increase to support the obligation of a capital improvements bond, and to apply costs of short-lived assets into the reserve fund. In recent review of Texas Municipal League's 2017 Rate Study Results, it was determined that the City's adopted rates are consistent with other entities having a population of less than 2,000, as compared below:

Water Rate Comparison:

2017 Rate Plan	Residential 5,000g. Avg.	Commercial 50,000g. Avg.
City of Natalia	\$ 38.20	\$ 214.45
TML Study	\$ 42.18	\$ 330.02
Difference	\$ -3.98	\$ -115.57

Sewer Rate Comparison:

2017 Rate Plan	Residential 5,000g. Avg.	Commercial 50,000g. Avg.
City of Natalia	\$ 30.30	\$ 152.35
TML Study	\$ 26.52	\$ 157.35
Difference	\$ 3.78	\$ - 5.00

Residential customers will see a total average increase of \$15.40 from last year to this budget year based on the adopted rates and average usage of 5,000 gallons:

Year	Water – Res. 5,000g. Avg.	Sewer – Res. 5,000g. Avg.
FY 2016-2017	\$ 30.50	\$ 22.60
FY 2017-2018	\$ 38.20	\$ 30.30
Last Year –vs- This Year	\$ 7.70	\$ 7.70

Garbage Rates: The City contracts with ACI Recycling and Disposal for residential and commercial garbage services, which provides for a contractual CPI (Consumer Price Index) rate increase not to exceed 4%; last year's rate increase was 2%, but deemed unnecessary to increase garbage rates to our customers as the current overhead revenue managed to maintain operations without liability. This year's budget proposes a 0% CPI increase as an agreement to a three year extension of their contract.

Contingency: It's typically a city's reliable intent to reserve a minimum of 3-months' worth of operations, or a percentage value of the city's total cost of utility assets, for contingencies. However, because the utility fund usually inherited the responsibility to support the general funds daily operations in order for it to sustain, allocating reserves was unlikely. Yet, this method of survival caused stress to utility operations, and limited the utility department to make the necessary improvements to systems. Essentially, this warranted the need to eliminate the commingling of funds and to apply unassigned fund balances to a capital reserve fund; and as of last year, the city was able to achieve about \$37,000 in this account. This year's proposed budget currently applies over \$19,000 into capital reserves, and in mandatory compliance, a reservation of \$18,901 for the water and sewer projects short-lived assets.

Municipal Grants: The City has filed an application through TDA for TxCBDG funds of \$275,000 to make improvements to the Wastewater Treatment Plant's fine screening system; allocating matching grant funds of \$13,750 from capital reserves for the potential award of the grant. No confirmation of being awarded the grant has been released; however, this budget includes the expense as a possibility. Should the city not be awarded the grant, the designated matching funds will be moved to contingency.

The City received grant funds from USDA of \$403,000 to assist the city in achieving the wastewater systems improvements plan – CFDA Number: 10.760. These funds will be distributed during time of actual construction, and after submission and approval of final designs.

Debts and Obligations: This year's budget accounts for an annual payment of \$13,247 for the utility equipment loan funded by Government Capital; this note term ends March 2021. The city has also entered into a bond obligation with USDA for Water and Sewer Improvements. The Water System Improvements total project costs \$1,327,000 at a 1.875% interest rate for a loan term of 40-years, it is projected, but not yet established by a loan amortization schedule, that the annual debt payment is estimated about \$49,000; and the Sewer System Improvements total project cost of \$987,000 has an actual loan cost of \$584,000 at a 1.875% interest rate for a loan term of 40-years, it is projected, but not yet established by a loan amortization schedule, that the annual debt payment is estimated about \$23,000. Debt payments not distributed during this proposed fiscal year budget will be allocated into the contingency fund balance.

Personnel: Because of unforeseen limitations of last year's budget, employees did not receive any pay increase; however, in effort to stay within our means and keep up with competitive wage rates, this budget will support a 3% increase in wages, to be applied on the first payroll cycle of the fiscal year. The utility fund staff consists of Administration and Utility personnel, funding the same number of employees currently staffed:

Administration:	(1) Full-time Salary	(1) Full-time Hourly	(0) Part-Time Hourly
Utility:	(1) Full-time Salary	(2) Full-time Hourly	(1) Part-Time Hourly

Employee Benefits & Compensation:

Insurance Coverage: The city's current plan for medical and vision has been modified, increasing the costs of premiums, copays and deductibles. Last year was the first year that the City opted to pay the costs of eligible employee's dependents as a result from increasing premium costs and no increase in wages. However, this year the city is providing for a 3% straight-line pay increase to employees with the continuance of covering the premium costs by 100% for eligible employees for medical, dental, vision and life insurance. Depending on the results of coverage costs for next year, City Council will need to determine whether to continue assuming the cost of dependent coverage for dental and vision only, or to release responsibility to employee. Supplemental insurances are employee elective plans, held 100% accountable by the employee as a payroll deduction.

Retirement: The City's provides a retirement plan to all eligible employees through Texas Municipal Retirement Systems (TMRS); the proposed budget incorporates a contribution rate increase from 3.15% to 3.20% by January 2018, and the city will continue to provide the same following investments:

Employee Deposit Rate:	5%
Municipal Ratio Match:	1 to 1
Vesting Service:	5 years
Retirement Eligible:	5 years at Age 60, or 20 years at Any Age
Death Benefit Eligible:	Employees and Retirees
Total Members:	13

Capital Improvements Program:

The city has recently established a capital improvements program to provide guidance of making reasonable and diligent efforts to improve the city's water supply, water systems, treatment and distribution facilities; wastewater systems, collection, treatment and distribution facilities; storm water systems, drainage and flood control facilities; street improvements to include sidewalks and lighting improvements; municipal buildings and

facilities; parks and recreational facilities, municipal equipment and operations; patrol vehicles, utility vehicles, light or heavy machinery, tools, computer technology and software programs used for municipal operations.

Recently the governing body had to make a tough, important, but costly decision to improve the city's water and wastewater infrastructure which we anticipate construction to commence in the latter of 2018; details of the projects can be found on pages 24-25. Thereafter, or in parallel motion, the next phases of infrastructure improvements will focus on reconstruction or repair of our city streets by establishing a street improvements program.

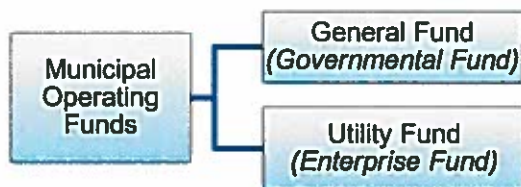
The street improvements program will identify the street conditions as a basis to determine the levels of priority and to initiate phases. This process can take several years to complete, but the methodology of the program is not to accumulate additional debt or burden to the existing budget, but simply to apply improvements on a pay-as-we-go plan. For example, the importance of reconstructing 8th Street may be determined high priority as this street typically has higher traffic because of the to-and-from school flow; however, as an example, reconstruction of this one street can cost as high as \$100,000, where in some cases, the city can perform street repairs for the same cost for two, three or four streets but may not be as high on the priority list and may be placed for the next phase.

The governing body and staff officials struggle to make this city a better place to live, eat and play; however, our efforts can only go so far, the rest lies in the hands of our citizens. Essentially, we all have to work together to cultivate a healthier and improved future.

*Respectfully Written,
Lisa S. Hernandez
City Administrator/Secretary, TRMC*

BUDGETING FINANCIAL STRUCTURE

The City's operating budget is an annual financial accounting of a plan prepared by the Chief Finance Officer (City Administrator) to forecast the operational revenues and expenses of the City for the succeeding fiscal year. The Chief Finance Officer shall use prudent revenue and expenditure assumptions for the development of the financial forecast and budgeting for all municipal funds. Budgets shall be conservative and realistic to the nature of the city's operations, and shall not operate in the deficit. The City's annual operating budget consists of two major funds, the General Fund (*Governmental Fund*) and the Utility Fund (*Enterprise Fund*).



1. The **General Fund (Governmental Fund)** is the general operating fund of the City. It accounts for all financial resources and transactions, except those required or dedicatedly accounted in another fund of the City. Generally, revenues accounted for in the general fund are produced by taxes – sales and use, franchise, property assessment, or municipal fines and fees; and those revenues fund the municipal expenses of general administration, police services, streets and park maintenance, and municipal office facilities.
2. The **Utility Fund (Enterprise Fund)** primarily accounts for user fees that generally generate their own revenues based on user-services provided and support the expenditures related to the maintenance and operations of the user-services facilities and infrastructures. The revenues accounted for in the utility fund are produced by citizen use of water, sewer and garbage services; and those revenues fund the enterprise expenses of utility personnel, water services, sewer services, garbage services, facility and infrastructure maintenance and operations.

The City maintains other municipal fund accounts for specific purposes and projects, and each fund shall sustain a positive fund balance, sufficient to cover any debt, allocation or dedication of the funds use.

The **Debt Service Fund (Interest & Sinking Fund)** is a fund utilized to pay off obligated principal and interest debts on monies borrowed by the municipality.

The **General Fund Contingency** is funds reserved for capital purchases or operation shortfalls due to unforeseen cost increases, unanticipated revenue losses or unanticipated governmental fund expenses.

The **Utility Capital Reserves Fund** is funds reserved for capital purchases, capital improvements, capital debt, or operation shortfalls due to unforeseen cost increases, unanticipated revenue losses or unanticipated enterprise fund expenses, acquired from fees charged to utility service customers including the most recent adoption of the Capital Improvements Program Fee (CIP Fee).

The **Municipal Court Reserves Fund** is funds reserved for court technology expenditures or building security expenditures that are generated by a fee charged to municipal court fines for the same purpose.

Grant Funds, or Matching Grant Funds, may be required to be kept in separate accounts for the purpose of accurately recording the project or construction costs; such funds shall maintain a positive balance to sufficiently cover the project(s) authorized.

CITY OF NATALIA
General Fund Budget
Revenue & Expenses

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
GENERAL FUND					
Income - Revenue					
10 40000	10-00-40000	Property Tax	\$ 221,827.98	\$ 212,000.00	\$ 233,000.00
10 40001	10-00-40001	Bond Payment (I&S)	\$ 32,512.67	\$ 29,360.00	\$ 30,004.00
10 40100	10-00-40100	Penalties & Int - Gen	\$ 13,896.06	\$ 11,000.00	\$ 12,500.00
10 40110	10-00-40110	Delinquent Ad Valorem Tax	\$ 16,596.49	\$ 13,750.00	\$ 15,000.00
10 40120	10-00-40120	Franchise Fees	\$ 34,875.38	\$ 46,915.00	\$ 47,000.00
10 40130	10-00-40130	Sales Tax	\$ 116,455.52	\$ 147,000.00	\$ 148,000.00
10 40300	10-00-40300	Variance/SUP Fees	\$ -	\$ 1,000.00	\$ 500.00
10 40500	10-00-40500	Excess Proceeds	\$ 1,741.82	\$ -	\$ -
10 40600	10-00-40600	Court Fees/Fines	\$ 35,530.88	\$ 47,000.00	\$ 40,000.00
10 40700	10-00-40700	Police Dept. NISD Contribution	\$ 30,979.55	\$ 31,070.00	\$ 30,000.00
10 40800	10-00-40800	Animal Control	\$ 220.00	\$ 350.00	\$ 300.00
10 42200	10-00-42000	Misc. Rev-NSF & Rep	\$ 4,753.55	\$ 3,250.00	\$ 750.00
10 90000	10-00-42500	Sale of Assets	\$ -	\$ -	\$ -
10 42800	10-00-42800	Interest Income	\$ 32.21	\$ 50.00	\$ 50.00
10 45500	10-00-42900	Ball Park Rental Fees/Deposits	\$ -	\$ -	\$ -
Operational Income			\$ 509,422.11	\$ 542,745.00	\$ 557,104.00
10 50011	10-05-55100	Transfer In from Utility Fund	\$ -	\$ -	\$ -
10 50010	10-05-55200	Transfer In from I&S Debt Service	\$ -	\$ -	\$ -
-	10-05-55300	Transfer In from GF Reserves	\$ 3,079.86	\$ 14,096.00	\$ -
-	10-05-55400	Transfer In from UT Reserves	\$ -	\$ -	\$ -
-	10-05-55500	Transfer In from MC Reserves	\$ 4,300.00	\$ 4,300.00	\$ -
Transfers-IN			\$ 7,379.86	\$ 18,396.00	\$ -
GENERAL FUND - REVENUE			\$ 516,801.97	\$ 561,141.00	\$ 557,104.00

Administration:

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
General Fund Expenses					
-	10-00-56100	Transfer Out to Utility Fund	\$ -	\$ -	\$ -
15 90515	10-05-56200	Transfer Out to I&S Debt Service	\$ 24,263.25	\$ 29,360.25	\$ 30,004.00
15 90515	10-05-56300	Transfer Out to GF Reserves	\$ 8,750.00	\$ 8,750.00	\$ 18,740.00
-	10-05-56400	Transfer Out to UT Reserves	\$ -	\$ -	\$ -
-	10-05-56500	Transfer Out to MC Reserves	\$ -	\$ -	\$ -
Transfers-OUT			\$ 33,013.25	\$ 38,110.25	\$ 48,744.00
15 89000	10-10-60000	Other / Misc. Expense	\$ 723.52	\$ 734.75	\$ 750.00
15 60100	10-10-60100	Grant Oversight Fees	\$ -	\$ 6,281.00	\$ -
15 62500	10-10-62500	Audit & Accounting Fees	\$ 6,500.00	\$ 6,500.00	\$ 6,500.00
15 62700	10-10-62700	Codification	\$ 395.00	\$ 1,000.00	\$ 1,310.00
15 63000	10-10-63000	Legal Fees	\$ 809.23	\$ 2,000.00	\$ 3,000.00
-	10-10-63050	Engineering Fees	\$ -	\$ -	\$ 7,000.00
15 63100	10-10-63100	Election Expenses	\$ -	\$ -	\$ -
15 63200	10-10-63200	Medina County Appraisal Servic	\$ 3,834.41	\$ 5,115.00	\$ 5,500.00
15 63600	10-10-63600	Property Tax Collections	\$ 1,260.00	\$ 1,300.00	\$ 1,300.00
15 66000	10-10-65600	Office Supplies & Expenses	\$ 1,439.23	\$ 1,750.00	\$ 1,750.00
-	10-10-65605	Kitchen, Restroom & Cleaning Suppl	\$ -	\$ -	\$ 500.00
15 65610	10-10-65610	Computer Software & Tech.	\$ 3,202.96	\$ 11,315.00	\$ 2,850.00
15 65700	10-10-65700	Memberships, Dues, Subscriptions	\$ 951.00	\$ 950.00	\$ 1,500.00
15 66401	10-10-66400	Electricity - Facilities & Buildings	\$ 11,594.93	\$ 17,500.00	\$ 5,000.00
15 66401	10-10-66401	Electricity - Street Lights	\$ -	\$ -	\$ 15,000.00
15 66402	10-10-66402	Electricity - Parks & Ball Fields	\$ 3,966.18	\$ 3,800.00	\$ 3,600.00
15 66510	10-10-66510	Telephone/Internet	\$ 3,478.37	\$ 5,000.00	\$ 4,500.00
15 67100	10-10-67100	Postage & Shipping	\$ 590.00	\$ 750.00	\$ 750.00
15 77530	10-10-67530	Contractual Expenses & Outsourced	\$ 220.00	\$ 1,250.00	\$ 2,000.00
15 68400	10-10-68400	Street-Maintenance Misc.	\$ 5,914.86	\$ 15,500.00	\$ 14,500.00
15 68410	10-10-68410	Street Improvement Projects	\$ -	\$ -	\$ -
15 68540	10-10-68540	Equipment Purchases	\$ -	\$ -	\$ 200.00
15 68545	10-10-68545	Equipment R&M	\$ -	\$ -	\$ 100.00
-	10-10-68615	Capital Purchases-Notes Payable	\$ -	\$ -	\$ -
15 68635	10-10-68635	Spec Projects/Annual Events	\$ 359.00	\$ 675.00	\$ 750.00
15 68650	10-10-68650	Library Expenses	\$ 1,929.07	\$ 3,250.00	\$ 3,000.00
15 68715	10-10-68715	Fuel - Vehicles & Equipment	\$ 1,734.45	\$ 1,500.00	\$ 500.00
15 68800	10-10-68800	R&M Buildings & Facilities	\$ 2,492.63	\$ 2,500.00	\$ 1,000.00
15 68810	10-10-68810	Security System Alarms	\$ -	\$ -	\$ -
15 68830	10-10-68830	I-Info Call out	\$ 150.00	\$ 150.00	\$ 75.00
15 68840	10-10-68840	Website Host & Support Fees	\$ -	\$ -	\$ -
15 69000	10-10-69000	Printing Expenses	\$ 136.23	\$ 150.00	\$ 700.00
-	10-10-69300	Contribution In-Aid/Program Assistar	\$ -	\$ -	\$ 5,990.00
15 89450	10-10-69450	Annexation & Survey Fees	\$ -	\$ -	\$ -
15 89460	10-10-69460	Records Management Fees	\$ -	\$ -	\$ 250.00
15 89470	10-10-69470	Parks & Ball Field R&M Expenses	\$ 37.27	\$ 750.00	\$ 500.00
15 69500	10-10-69500	Ads & Legal Publications	\$ 533.50	\$ 750.00	\$ 500.00
15 70500	10-10-70000	Conferences/Training	\$ 2,058.30	\$ 1,500.00	\$ 1,500.00
15 68300	10-10-70100	Uniforms Services & Expenses	\$ -	\$ -	\$ 765.00
15 72120	10-10-70200	ADP Payroll Outsource Fees	\$ 959.03	\$ 1,000.00	\$ 1,250.00
15 65000	10-10-70500	Group Health Insurance	\$ 12,397.22	\$ 15,500.00	\$ 15,425.00
15 65500	10-10-70600	TML General Liability Insurance	\$ 3,296.10	\$ 3,730.00	\$ 3,160.00
15 65501	10-10-70700	TML Workers Comp Insurance	\$ 573.00	\$ 825.00	\$ 200.00
15 77000	10-10-72000	Wages/Salaries	\$ 62,227.18	\$ 78,000.00	\$ 76,275.00
15 72000	10-10-72050	Payroll Taxes	\$ 4,377.04	\$ 6,000.00	\$ 5,835.00
15 72100	10-10-72100	TWC Unemployment Taxes	\$ 459.48	\$ 1,480.00	\$ 1,450.00
15 90300	10-10-72500	TMRS Retirement	\$ 1,499.19	\$ 2,155.00	\$ 2,220.00
15 89300	10-10-89300	Bond Principal	\$ -	\$ -	\$ -
15 89310	10-10-89310	Bond Interest	\$ -	\$ -	\$ -
15 90100	10-10-89330	Financing Expenses & Fees	\$ -	\$ -	\$ -
Administration Expenses			\$ 140,098.38	\$ 200,660.75	\$ 198,955.00

Municipal Court & Code Compliance:

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
General Fund Expenses					
15 63300	10-15-63300	Court Fines & Fees - State Portion	\$ 9,277.15	\$ 9,000.00	\$ 10,000.00
15 63400	10-15-63400	Collection Agency Fees	\$ -	\$ -	\$ 1,000.00
15 67600	-	Building Security Expenses	\$ -	\$ -	\$ -
15 67650	-	Court Tech Expenses	\$ 4,300.00	\$ 4,300.00	\$ -
-	10-15-65610	Computers Software & Technology	\$ -	\$ -	\$ 550.00
-	10-15-65700	Memberships, Dues, Subscriptions	\$ -	\$ -	\$ 300.00
15 66100	10-15-66100	Municipal Court Contractual Exp	\$ 5,159.90	\$ 8,500.00	\$ 6,000.00
-	10-15-66150	Municipal Court Other Expenses	\$ -	\$ -	\$ 500.00
-	10-15-70000	Conferences/Training	\$ -	\$ -	\$ 1,000.00
Municipal Court Expenses			\$ 18,737.05	\$ 21,800.00	\$ 19,350.00
15 77300	10-17-60000	Code Compliance - Misc	\$ 9.21	\$ 100.00	\$ 100.00
-	10-17-65610	Computers Software & Technology	\$ -	\$ -	\$ -
-	10-17-65700	Memberships, Dues, Subscriptions	\$ -	\$ -	\$ -
-	10-17-67100	Postage & Shipping	\$ -	\$ -	\$ 500.00
20 77520	10-17-67520	Animal Control	\$ 206.09	\$ 350.00	\$ 350.00
-	10-17-67530	Contractual Expenses & Outsourced	\$ -	\$ -	\$ 1,000.00
-	10-17-68540	Equipment Purchases	\$ -	\$ -	\$ 200.00
-	10-17-68545	Equipment R&M	\$ -	\$ -	\$ 100.00
15 68725	10-17-68550	Vehicle R&M	\$ 472.84	\$ 500.00	\$ 600.00
-	10-17-68550	Fuel - Vehicles & Equipment	\$ -	\$ -	\$ 1,700.00
-	10-17-69000	Printing & Coping Expenses	\$ -	\$ -	\$ 400.00
-	10-17-69500	Ads & Legal Publications	\$ -	\$ -	\$ 250.00
-	10-17-70000	Conferences/Training	\$ -	\$ -	\$ 500.00
15-68300	10-17-70100	Uniforms Services & Expenses	\$ 420.48	\$ 550.00	\$ 550.00
Code Compliance Expenses			\$ 1,108.62	\$ 1,500.00	\$ 6,250.00

Police Department:

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
20 60000	10-20-60000	Other Expenses	\$ 70.25	\$ 650.00	\$ 400.00
-	10-20-60100	Grant Oversight Fees	\$ -	\$ -	\$ -
-	10-20-63000	Legal Fees	\$ -	\$ -	\$ -
20 65600	10-20-65600	Office Supplies & Expenses	\$ 2,111.38	\$ 2,000.00	\$ 1,750.00
-	10-20-65605	Kitchen, Restroom & Cleaning Sup	\$ -	\$ -	\$ 350.00
-	10-20-65610	Computer Software & Technology	\$ -	\$ -	\$ 250.00
20 70000	10-20-65700	Memberships, Dues, Subscription	\$ -	\$ -	\$ 500.00
20 68640	10-20-66400	Electricity - Buildings & Facilities	\$ 2,234.38	\$ 3,500.00	\$ 3,500.00
20 67500	10-20-66510	Telephone/Internet	\$ 9,175.82	\$ 11,000.00	\$ 11,260.00
-	10-20-67100	Postage & Shipping	\$ -	\$ -	\$ 200.00
-	10-20-67530	Contractual Expenses & Outsourc	\$ -	\$ -	\$ 500.00
20 90400	10-20-67900	Restitution / Claim Payout	\$ -	\$ -	\$ -
-	10-20-68535	Vehicle Purchases	\$ -	\$ -	\$ -
-	10-20-68540	Equipment Purchases	\$ -	\$ -	\$ 500.00
20 68633	10-20-68545	Equipment R&M	\$ 243.38	\$ 500.00	\$ 500.00
20 68600	10-20-68550	Vehicles R&M	\$ 5,112.33	\$ 6,000.00	\$ 4,000.00
20 68635	10-20-68615	Capital Purchases-Notes Payable	\$ -	\$ -	\$ -
20 68625	10-20-68625	NPD Report Software (CopSync)	\$ 5,160.00	\$ 5,040.00	\$ 5,300.00
20 68630	10-20-68630	Performance & Operations	\$ 930.84	\$ 750.00	\$ 500.00
20 68631	10-20-68631	Evidence & Investigation Fees	\$ 494.00	\$ 750.00	\$ 750.00
20 68634	10-20-68634	Emergency Siren	\$ 111.17	\$ 250.00	\$ 175.00
20 68610	10-20-68715	Fuel - Vehicles & Equipment	\$ 6,446.78	\$ 9,000.00	\$ 7,000.00
20 68632	10-20-68800	R&M Buildings & Facilities	\$ 118.63	\$ 500.00	\$ 250.00
-	10-20-68810	Security System Alarms	\$ -	\$ -	\$ -
-	10-20-68820	Police Security Contractual Servic	\$ -	\$ -	\$ -
-	10-20-69000	Printing & Coping Expenses	\$ -	\$ -	\$ -
-	10-20-69500	Ads & Legal Publication	\$ -	\$ -	\$ 200.00
20 70000	10-20-70000	Conferences & Training	\$ -	\$ 500.00	\$ 1,000.00
20 68620	10-20-70100	Uniform Services & Expenses	\$ 754.25	\$ 1,000.00	\$ 1,000.00
20 72010	10-20-70200	ADP	\$ 959.01	\$ 1,000.00	\$ 1,250.00
20 65002	10-20-70500	Group Health Insurance	\$ 22,527.60	\$ 26,250.00	\$ 29,905.00
20 65505	10-20-70600	TML General Liability Insurance	\$ 5,682.15	\$ 7,870.00	\$ 8,900.00
20 65504	10-20-70700	TML Workers Comp Insurance	\$ 4,517.80	\$ 5,800.00	\$ 4,850.00
20 76500	10-20-72000	Wages/Salaries	\$ 118,887.78	\$ 155,000.00	\$ 176,700.00
20 72020	10-20-72050	Payroll Taxes	\$ 8,312.66	\$ 11,900.00	\$ 13,520.00
20 72130	10-20-72100	TWC Unemployment Taxes	\$ 879.81	\$ 2,885.00	\$ 3,290.00
20 90320	10-20-72500	TMRS Retirement	\$ 3,097.01	\$ 4,750.00	\$ 5,505.00
20 90330	10-20-89330	Financing/Interest Expense	\$ 42,161.07	\$ 42,175.00	\$ -
-	10-20-95030	Towing & Wrecker Expenses	\$ -	\$ -	\$ -
-	10-20-95040	Impound Services & Fees	\$ -	\$ -	\$ -
-	10-20-95050	Auction Services & Fees	\$ -	\$ -	\$ -
Police Department Expenses			\$ 239,988.10	\$ 299,070.00	\$ 283,805.00

Total Revenues over Expenses:

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
Revenues			\$ 516,801.97	\$ 561,141.00	\$ 557,104.00
Expenses			\$ 432,945.40	\$ 561,141.00	\$ 557,104.00
GENERAL FUND - NET INCOME			\$ 83,856.57	\$ -	\$ -

CITY OF NATALIA
Utility Fund Budget
Revenue & Expenses

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
UTILITY FUND					
Income - Revenue					
50 43000	20-00-42000	Misc. Rev.-NSF & copies WAT	\$ 5,018.67	\$ 5,000.00	\$ 2,000.00
-	20-00-42500	Sale of Assets	\$ -	\$ -	\$ -
50 57000	20-00-42800	Interest Income	\$ 37.01	\$ 25.00	\$ 40.00
50 40200	20-00-43000	Water	\$ 194,243.30	\$ 227,000.00	\$ 290,000.00
50 40205	20-00-43205	CIP Fee - Capital Improvement Prog	\$ 21,887.92	\$ 24,600.00	\$ 26,000.00
50 40210	20-00-43210	Penalties & Int-Water	\$ 11,045.95	\$ 12,000.00	\$ 10,000.00
50 40220	20-00-43220	Sewer	\$ 122,084.13	\$ 143,000.00	\$ 190,000.00
50 40230	20-00-43230	Reconnect Fees	\$ 14,070.00	\$ 14,500.00	\$ 12,000.00
50 40240	20-00-43240	Water & Sewer Taps	\$ -	\$ 4,600.00	\$ 2,200.00
50 40250	20-00-43250	Carrizo Well	\$ 3,029.92	\$ 8,000.00	\$ 8,000.00
50 40260	20-00-43260	Edwards Collection Fees	\$ 26,637.80	\$ 32,000.00	\$ 32,000.00
50 40270	20-00-43270	Garbage Services	\$ 114,773.09	\$ 140,000.00	\$ 140,000.00
50 40275	20-00-43275	Garbage - Franchise Fees	\$ 5,110.39	\$ 5,500.00	\$ 6,100.00
50 40400	20-00-43280	Bldg Permits	\$ 3,913.70	\$ 2,000.00	\$ 3,500.00
50 40410	20-00-43285	Bldg Inspections	\$ 5,676.10	\$ 3,000.00	\$ 4,500.00
50 40420	20-00-43290	Food/Health Permits & Inspections	\$ 1,125.00	\$ 3,000.00	\$ 3,000.00
50 45000	20-00-43310	Bulk Water Sales-Potable	\$ -	\$ -	\$ -
50 45001	20-00-43310	Bulk Water Sales-NonPotable	\$ 30.00	\$ -	\$ -
Operational Income			\$ 528,682.98	\$ 624,225.00	\$ 729,340.00
50 50050	20-05-55000	Transfer In (General Fund)	\$ -	\$ -	\$ -
50 50551	20-05-55200	Transfer In (I&S-Debt Service)	\$ 24,263.25	\$ 29,360.25	\$ 30,004.00
-	20-05-55300	Transfer In (GF Reserves)	\$ -	\$ -	\$ -
50 50552	20-05-55400	Transfer In (UT Cap. Reserve)	\$ -	\$ -	\$ -
Transfers-IN			\$ 24,263.25	\$ 29,360.25	\$ 30,004.00
UTILITY FUND - REVENUE			\$ 552,946.23	\$ 653,585.25	\$ 759,344.00

Water Department:

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
UTILITY FUND					
Utility Fund Expenses					
52 90210	-	IRS - P/R Taxes - OIC Water	\$ -	\$ -	\$ -
52 90553	20-05-56000	Transfer Out to General Fund	\$ -	\$ 4,300.00	\$ -
-	20-05-56200	Transfer Out to I&S Debt Service	\$ -	\$ -	\$ -
-	20-05-56300	Transfer Out to GF Reserves	\$ -	\$ -	\$ -
52 90552	20-05-56400	Transfer Out to UT Reserves	\$ 21,940.83	\$ 13,000.00	\$ 19,572.00
Transfers-OUT			\$ 21,940.83	\$ 17,300.00	\$ 19,572.00
-	20-50-56450	Short-Lived Assets (Water)	\$ -	\$ -	\$ 8,367.00
52 60000	20-50-60000	Other / Misc. Expenses	\$ 708.12	\$ 420.00	\$ 450.00
52 63550	20-50-60100	Grant Oversight Fees	\$ -	\$ -	\$ -
52 62600	20-50-62500	Audit & Accounting Services	\$ 6,500.00	\$ 6,500.00	\$ 6,500.00
-	20-50-62700	Codification	\$ -	\$ -	\$ 1,310.00
52 63001	20-50-63000	Legal Fees	\$ 450.50	\$ 5,000.00	\$ 2,500.00
52 63050	20-50-63050	Engineering Fees	\$ 4,978.75	\$ 5,050.00	\$ 3,500.00
-	20-50-63400	Collection Agency Fees	\$ -	\$ -	\$ -
52 63700	20-50-63700	Building Inspections	\$ 4,150.28	\$ 3,000.00	\$ 3,000.00
52 63800	20-50-63800	Health Inspections	\$ 2,225.00	\$ 3,000.00	\$ 2,600.00
52 65620	20-50-65600	Office Supplies & Expenses	\$ 895.92	\$ 1,000.00	\$ 1,000.00
-	20-50-65605	Kitchen, Restroom & Cleaning Service	\$ -	\$ -	\$ 250.00
52 65630	20-50-65610	Computer Software & Tech.	\$ 966.68	\$ 1,200.00	\$ 1,550.00
52 65710	20-50-65700	Memberships, Dues & Subscriptions	\$ 1,119.00	\$ 1,250.00	\$ 1,300.00
52 66410	20-50-66400	Electricity- Facilities & Buildings	\$ 15,610.21	\$ 15,000.00	\$ 15,000.00
52 66400	20-50-66401	Electricity- Street Lights	\$ 15,126.75	\$ 19,500.00	\$ 18,000.00
52 66500	20-50-66510	Telephone/Internet	\$ 2,002.15	\$ 2,750.00	\$ 2,500.00
52 67000	20-50-67100	Postage & Shipping	\$ 1,110.00	\$ 1,500.00	\$ 1,500.00
52 77510	20-50-67530	Contractual Expenses & Outsourced I	\$ 1,631.00	\$ 2,000.00	\$ 1,500.00
52 68500	20-50-68500	R&M Water System	\$ 12,210.85	\$ 12,500.00	\$ 13,000.00
52 68520	20-50-68520	Chemicals & Treatment	\$ 1,677.60	\$ 2,500.00	\$ 3,000.00
52 68530	20-50-68530	Quality Control - Lab Tests/Samples	\$ 6,266.71	\$ 7,500.00	\$ 8,800.00
-	20-50-68535	Vehicle Purchases	\$ -	\$ -	\$ -
52 68100	20-50-68540	Equipment Purchases	\$ 5,695.04	\$ 6,500.00	\$ 5,500.00
-	20-50-68545	R&M Equipment	\$ -	\$ -	\$ 1,000.00
52 68700	20-50-68550	R&M Vehicle	\$ 2,503.61	\$ 3,000.00	\$ 2,500.00
52 68000	20-50-68555	Equipment Lease & Rental Fees	\$ -	\$ -	\$ 1,000.00
52-68101	20-50-68615	Capital Purchases-Notes Payable	\$ 13,246.72	\$ 13,247.00	\$ 13,247.00
52 68710	20-50-68715	Fuel - Vehicles/Equipment	\$ 3,667.96	\$ 4,500.00	\$ 5,000.00
-	20-50-68800	R&M Buildings & Facilities	\$ -	\$ -	\$ 500.00
-	20-50-68810	Security System Alarms	\$ -	\$ -	\$ -
-	20-50-68830	I-INFO Call-Out Notification System	\$ -	\$ -	\$ 75.00
-	20-50-68840	Website Host & Support Fees	\$ -	\$ -	\$ -
52 69100	20-50-69000	Printing & Coping Expenses	\$ 66.50	\$ 250.00	\$ 700.00
52 89100	20-50-69100	Garbage Service - Residential	\$ 83,454.38	\$ 104,000.00	\$ 102,000.00
52 89110	20-50-69110	Garbage Service - Commercial	\$ 13,731.78	\$ 18,000.00	\$ 17,000.00
52 89200	20-50-69250	Permits & Licenses	\$ 1,462.65	\$ 1,500.00	\$ 1,500.00
52 89260	20-50-69260	Edwards Aquifer Fees	\$ 26,646.90	\$ 25,750.00	\$ 27,450.00
52 89440	20-50-69440	Acre-feet Water Lease/Purchase	\$ -	\$ -	\$ -
-	20-50-69460	Records Management Fees	\$ -	\$ -	\$ 250.00
52 69600	20-50-69500	Ads & Publication	\$ 405.75	\$ 1,000.00	\$ 500.00
52 89500	20-50-69550	Sales Tax Discounts	\$ (47.15)	\$ (67.00)	\$ (60.00)
52 70510	20-50-70000	Conferences & Training	\$ -	\$ 825.00	\$ 750.00
52 68200	20-50-70100	Uniform Services & Expenses	\$ 1,482.41	\$ 1,750.00	\$ 1,780.00
52 72000	20-50-70200	ADP	\$ 959.12	\$ 1,000.00	\$ 1,250.00
52 65001	20-50-70500	Group Health Insurance	\$ 30,170.91	\$ 33,550.00	\$ 37,650.00
52 65502	20-50-70600	TML General Liability Insurance	\$ 3,045.75	\$ 4,800.00	\$ 3,975.00
52 65503	20-50-70700	TML Workers Comp Insurance	\$ 3,485.00	\$ 4,475.00	\$ 3,700.00
52 77500	20-50-72000	Wages/Salaries	\$ 161,651.52	\$ 190,000.00	\$ 200,550.00
52 72010	20-50-72050	Payroll Taxes	\$ 12,204.66	\$ 15,200.00	\$ 15,350.00
52 72110	20-50-72100	TWC Unemployment Taxes	\$ 855.00	\$ 3,800.00	\$ 3,810.00
52 90310	20-50-72500	TMRS Retirement	\$ 4,681.33	\$ 6,300.00	\$ 6,100.00
52 89400	20-50-89300	Water Purchase - Bond Principal	\$ 19,000.00	\$ 19,000.00	\$ 20,000.00
52 89420	20-50-89310	Water Purchase - Bond Interest	\$ 5,263.25	\$ 10,360.25	\$ 10,004.00
52 71500	20-50-89320	Other P&I Payments	\$ -	\$ -	\$ 29,000.00
Water Dept. Expenses			\$ 471,262.61	\$ 558,410.25	\$ 607,708.00

Sewer Department:

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
UTILITY FUND					
Utility Fund Expenses					
-	20-55-56455	Short-Lived Assets (Sewer)	\$ -	\$ -	\$ 10,534.00
-	20-55-60000	Other/Misc. Expenses	\$ -	\$ -	\$ 350.00
55 63500	20-55-60100	Grant Oversight Fees	\$ -	\$ -	\$ 13,750.00
-	20-55-62500	Audit & Accounting Service Fees	\$ -	\$ -	\$ -
-	20-55-62700	Codification	\$ -	\$ -	\$ -
55 63005	20-55-63000	Legal Fees - Sewer	\$ 382.50	\$ 2,500.00	\$ 2,000.00
55 63050	20-55-63050	Engineering Fees	\$ -	\$ -	\$ 3,500.00
55 65625	20-55-65600	Office Supplies & Expenses	\$ 892.49	\$ 1,000.00	\$ 1,000.00
-	20-55-65605	Kitchen, Restroom & Cleaning Service	\$ -	\$ -	\$ 250.00
55 65635	20-55-65610	Computer Software & Technology	\$ 606.88	\$ 900.00	\$ 1,550.00
55 65715	20-55-65700	Memberships, Dues, Subscriptions	\$ 134.00	\$ 200.00	\$ 500.00
55 66420	20-55-66400	Electricity - Facilities & Buildings	\$ 23,314.02	\$ 34,000.00	\$ 32,000.00
55 66515	20-55-66510	Telephone/Internet	\$ 1,954.70	\$ 2,800.00	\$ 2,500.00
55 67005	20-55-67100	Postage & Shipping	\$ 988.90	\$ 1,500.00	\$ 1,500.00
-	20-55-67530	Contractual Expenses & Outsourced I	\$ -	\$ -	\$ -
55 68510	20-55-68510	R&M Sewer	\$ 18,241.09	\$ 17,000.00	\$ 20,000.00
55 68515	20-55-68515	Sludge removal	\$ 2,295.00	\$ 2,200.00	\$ 1,750.00
55 68525	20-55-68520	Chemicals & Treatment	\$ 501.91	\$ 2,000.00	\$ 2,000.00
55 68535	20-55-68530	Quality Control - Lab Tests/Samples	\$ 494.78	\$ 1,400.00	\$ 1,000.00
55 68105	20-55-68535	Vehicle Purchases	\$ -	\$ -	\$ -
55 68105	20-55-68540	Equipment Purchases	\$ -	\$ -	\$ -
55 68705	20-55-68545	R&M Equipment	\$ 1,820.45	\$ 3,000.00	\$ 1,500.00
-	20-55-68550	R&M Vehicles	\$ -	\$ -	\$ 2,500.00
55 68005	20-55-68555	Equipment Lease & Rental Fees	\$ -	\$ -	\$ 1,500.00
55 68715	20-55-68715	Fuel - Vehicles/Equipment	\$ 3,691.06	\$ 4,500.00	\$ 5,000.00
-	20-55-68800	R&M Buildings & Facilities	\$ -	\$ -	\$ -
-	20-55-68810	Security System Alarms	\$ -	\$ -	\$ -
-	20-55-69000	Printing & Coping Expenses	\$ -	\$ -	\$ -
55 89205	20-55-69250	Permits & Licenses	\$ 1,250.00	\$ 1,300.00	\$ 1,350.00
55 69605	20-55-69500	Ads & Legal Publication	\$ 271.75	\$ 1,000.00	\$ 500.00
55 70515	20-55-70000	Conferences & Training	\$ -	\$ 825.00	\$ 750.00
55 68205	20-55-70100	Uniforms	\$ 1,282.58	\$ 1,750.00	\$ 1,780.00
-	20-55-89320	Other P&I Payments	\$ -	\$ -	\$ 23,000.00
Sewer Dept. Expenses			\$ 58,122.11	\$ 77,875.00	\$ 132,064.00

Total Revenues over Expenses:

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
UTILITY FUND					
Revenues			\$ 552,946.23	\$ 653,585.25	\$ 759,344.00
Expenses			\$ 551,325.55	\$ 653,585.25	\$ 759,344.00
UTILITY FUND - NET INCOME			\$ 1,620.68	\$ -	\$ -

CITY OF NATALIA
Other Funds
Revenue & Expenses

Old Codes	New Codes	Account Description	FY 2016-2017 YTD Actuals 7/31/2017	FY 2016-2017 Adopted Budget	FY 2017-2018 PROPOSED BUDGET
Other Municipal Funds:					
30 - DEBT SERVICE (I&S) FUND					
		Total Revenues		\$	30,004.00
		Total Expenses - Series 2015 I&S Debt		\$	30,004.00
		NET INCOME		\$	-
40 - GENERAL FUND RESERVES					
		Total Revenues - Contingency		\$	18,740.00
		Total Expenses - <i>Applies Prior Year Allocation</i>		\$	6,281.00
		NET INCOME		\$	12,459.00
41 - MUNICIPAL COURT RESERVES					
		Total Revenues		\$	840.00
		Total Expenses		\$	-
		NET INCOME		\$	840.00
42 - UTILITY CAPITAL RESERVES					
		Total Revenues - Contingency		\$	19,572.00
		Short-Lived Assets - Water & Sewer		\$	18,901.00
		Total Expenses		\$	-
		NET INCOME		\$	38,473.00
50 - NPD FORFEITURE FUNDS					
		Total Revenues		\$	-
		Total Expenses		\$	-
		NET INCOME		\$	-
60 - GRANT FUNDS					
		Total Revenues - City's Grant Match, Master Plan Project		\$	59,736.00
		Total Expenses - 2018 Master Plan Project		\$	45,986.00
		NET INCOME - Remain Allocation for TDA 17/18 Grant		\$	13,750.00

**CITY OF NATALIA
DEBT OBLIGATION SCHEDULES**

Entity Information (Auto)	
Political Subdivision Name:	City of Natalia
Reporting Fiscal Year:	2017

Directions: Fill in the cells in column B that correspond with the requested information.
All information entered should reflect the last day of the political subdivision's fiscal year identified on this form.
If there is no debt to report for the fiscal year, enter "N/A" or "\$0" in each cell along column B.

Total Tax-Supported and Revenue Debt	
Total authorized debt obligations:	\$430,000
Total principal of all outstanding debt obligations:	\$378,612
Combined principal and interest required to pay all outstanding debt obligations on time and in full:	\$468,330

Total debt secured by Ad Valorem Taxation (includes combination tax and revenue debt obligations)	
Total authorized debt obligations secured by ad valorem taxation:	\$350,000
Total principal of all outstanding debt obligations secured by ad valorem taxation:	\$331,000
Combined principal and interest required to pay all outstanding debt obligations secured by ad valorem taxation on time and in full:	\$415,344

Per Capita Total Debt secured by Ad Valorem Taxation (required for municipalities, counties, and school districts only)	
Population of the political subdivision:	1,481
Source and year of population data:	City-Data.com (2014)
Total authorized debt obligations secured by ad valorem taxation expressed as a per capita amount:	\$415,344
Total principal of outstanding debt obligations secured by ad valorem taxation as a per capita amount:	\$223
Combined principal and interest required to pay all outstanding debt obligations secured by ad valorem taxation on time and in full as a per capita amount:	\$280

Debt Obligation Description	Maturity Date	Total Amount of Principal Debt Issued	Amount of Outstanding Principal	Amount of Outstanding Interest	Combined Principal and Interest Debt Outstanding	Combined Principal & Interest Payments due this Fiscal Year	Balance of Principal Debt after Fiscal Year Payments	Is this Debt secured by ad valorem taxes?
Certificate of Obligation, Series 2015: Water Purchase	9/30/2031	\$ 350,000	\$ 331,000	\$ 84,344	\$ 415,344	\$ 30,004	\$ 311,000	Yes
Public Property Finance Act, Government Capital Contract No.6746: Utility Equipment	3/15/2021	\$ 80,000	\$ 47,612	\$ 5,375	\$ 52,987	\$ 13,247	\$ 36,470	No

WAGES & BENEFIT ESTIMATES

POSITION/TITLE	Salary/ Hourly Rate	3.0% COLA Increase	ANNUAL SALARIES	FICA & MEDICARE		MEDICAL 100% EO	LIFE 100% EO	DENTAL 100% EE&DEP	VISION 100% EE&DEP	TWC 1.9% Salaries Inclusive
				TAX 7.65%	TMRS 3.20%					
Code Compliance	\$ 14.63	\$ 886.08	\$ 30,422.08	\$ 2,327.29	\$ 973.51	\$ 6,871.56	\$ 86.88	\$ 256.68	\$ 76.80	\$ 578.02
Court Clerk	\$ 17.60	\$ 1,066.42	\$ 36,613.62	\$ 2,800.94	\$ 1,171.64	\$ 6,871.56	\$ 86.88	\$ 943.20	\$ 229.20	\$ 695.66
*PT Court Clerk	\$ 9.00	-	\$ 7,020.00	\$ 537.03	-	-	-	-	-	\$ 133.38
Adjustments/Overtime			\$ 2,221.67	\$ 169.96	\$ 71.09	-	-	-	-	\$ 42.21
10-10 ADMINISTRATION - TOTALS			\$ 76,277.37	\$ 5,835.22	\$ 2,216.24	\$ 13,743.12	\$ 173.76	\$ 1,199.88	\$ 306.00	\$ 1,449.27
Total Insurance: \$ 15,423										

Chief (*Salary)	\$ 1,952.81	\$ 1,523.19	\$ 52,296.06	\$ 4,000.65	\$ 1,673.47	\$ 6,871.56	\$ 86.88	\$ 547.08	\$ 153.60	\$ 993.63
*PT - Police Clerk	\$ 9.00	\$ 390.00	\$ 4,680.00	\$ 358.02	-	-	-	-	-	\$ 88.92
Police Officer / SRO	\$ 15.01	\$ 909.17	\$ 31,214.77	\$ 2,387.93	\$ 998.87	\$ 6,871.56	\$ 86.88	\$ 256.68	\$ 76.80	\$ 593.08
Police Officer	\$ 13.91	\$ 842.40	\$ 28,922.40	\$ 2,212.56	\$ 925.52	\$ 6,871.56	\$ 86.88	\$ 547.08	\$ 153.60	\$ 549.53
Police Officer	\$ 13.91	\$ 842.40	\$ 28,922.40	\$ 2,212.56	\$ 925.52	\$ 6,871.56	\$ 86.88	\$ 256.68	\$ 76.80	\$ 549.53
OPEN	\$ 13.00	-	\$ 27,040.00	\$ 2,068.56	\$ 865.28	-	-	-	-	\$ 513.76
Adjustments/Overtime			\$ 3,623.39	\$ 277.19	\$ 115.95	-	-	-	-	-
10-20 POLICE DEPART. - TOTALS			\$ 176,699.01	\$ 13,517.47	\$ 5,504.61	\$ 27,486.24	\$ 347.52	\$ 1,607.52	\$ 460.80	\$ 3,288.44
Total Insurance: \$ 29,902										

City Admin (*Salary)	\$ 2,183.80	\$ 1,653.75	\$ 56,778.75	\$ 4,343.57	\$ 1,816.92	\$ 6,871.56	\$ 86.88	\$ 610.44	\$ 145.92	\$ 1,078.80
Public W.D. (*Salary)	\$ 1,881.73	\$ 1,425.00	\$ 48,925.00	\$ 3,742.76	\$ 1,565.60	\$ 6,871.56	\$ 86.88	\$ 547.08	\$ 153.60	\$ 929.58
Field Crew	\$ 14.71	\$ 891.07	\$ 30,593.47	\$ 2,340.40	\$ 978.99	\$ 6,871.56	\$ 86.88	\$ 256.68	\$ 76.80	\$ 581.28
Field Crew	\$ 12.30	\$ 745.32	\$ 25,589.26	\$ 1,957.58	\$ 818.86	\$ 6,871.56	\$ 86.88	\$ 256.68	\$ 76.50	\$ 486.20
Utility Clerk	\$ 10.77	\$ 652.39	\$ 22,398.79	\$ 1,713.51	\$ 716.76	\$ 6,871.56	\$ 86.88	\$ 547.08	\$ 153.60	\$ 425.58
**PT - Grounds Maint.	\$ 10.00	-	\$ 10,400.00	\$ 795.60	-	-	-	-	-	\$ 197.60
Adjustments/Overtime			\$ 5,840.56	\$ 446.80	\$ 186.90	-	-	-	-	\$ 110.97
20-50 UTILITY FUND - TOTALS			\$ 200,525.83	\$ 15,340.23	\$ 6,084.03	\$ 34,357.80	\$ 434.40	\$ 2,217.96	\$ 606.42	\$ 3,809.99
Total Insurance: \$ 37,617										

Wages & Benefits: This Year 17/18	\$ 453,502.21	\$ 34,692.92	\$ 13,804.87	\$ 75,587.16	\$ 955.68	\$ 5,025.36	\$ 1,373.22	\$ 8,547.70	\$ 593,489.12
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FISCAL YEAR 2017-2018
Beginning Oct. 1 - Ending Sept. 30

	Pay Period #	Pay Period Beginning Date	Pay Period Ending Date	Pay Date
Last Payroll of FY 2016-17	26	9/7/2017	9/20/2017	9/22/2017
Fiscal Year Begin October 1st and Ends September 30th (26-Pay Periods in each Year)	1	9/21/2017	10/4/2017	10/6/2017
	2	10/5/2017	10/18/2017	10/20/2017
	3	10/19/2017	11/1/2017	11/3/2017
	4	11/2/2017	11/15/2017	11/17/2017
	5	11/16/2017	11/29/2017	12/1/2017
	6	11/30/2017	12/13/2017	12/15/2017
	7	12/14/2017	12/27/2017	12/29/2017
	8	12/28/2017	1/10/2018	1/12/2018
	9	1/11/2018	1/24/2018	1/26/2018
	10	1/25/2018	2/7/2018	2/9/2018
	11	2/8/2018	2/21/2018	2/23/2018
	12	2/22/2018	3/7/2018	3/9/2018
	13	3/8/2018	3/21/2018	3/23/2018
	14	3/22/2018	4/4/2018	4/6/2018
	15	4/5/2018	4/18/2018	4/20/2018
	16	4/19/2018	5/2/2018	5/4/2018
	17	5/3/2018	5/16/2018	5/18/2018
	18	5/17/2018	5/30/2018	6/1/2018
	19	5/31/2018	6/13/2018	6/15/2018
	20	6/14/2018	6/27/2018	6/29/2018
	21	6/28/2018	7/11/2018	7/13/2018
	22	7/12/2018	7/25/2018	7/27/2018
	23	7/26/2018	8/8/2018	8/10/2018
	24	8/9/2018	8/22/2018	8/24/2018
	25	8/23/2018	9/5/2018	9/7/2018
	26	9/6/2018	9/19/2018	9/21/2018
First Payroll of FY 2018-19	1	9/20/2018	10/3/2018	10/5/2018

DESIGNATED HOLIDAYS

No. of Days	Date	Observed	Holiday Observed
1	11/12/2017	11/13/17 - Monday	VETERANS DAY
2	11/23/2017	Thursday	THANKSGIVING DAY
3	11/24/2017	Friday	DAY AFTER THANKSGIVING
4	12/24/2017	12/25/17 - Monday	CHRISTMAS EVE
5	12/25/2017	12/26/17 - Tuesday	CHRISTMAS DAY
6	1/1/2018	Monday	NEW YEARS DAY
7	2/19/2018	Monday	PRESIDENTS DAY
8	3/30/2018	4/02/18 - Monday	GOOD FRIDAY
9	5/28/2018	Monday	MEMORIAL DAY
10	7/4/2018	Wednesday	INDEPENDENCE DAY
11	9/3/2018	Monday	LABOR DAY

INSURANCE BENEFITS & PREMIUM RATES

Provider: **HUMANA INSURANCE**

MEDICAL / Rx	Current Plan	New Plan
Plan Name:	TX 100/50 Simplicity NPOS 16 OPT 4 Silver \$55/\$100 OV	TX 100/50 Simplicity NPOS 17 OPT 6 Silver \$55/\$110 OV
Network:	NPOS-OA	NPOS-OA
Plan Deductibles:	\$0/\$5,000	\$0/\$5,000
Out-of-Pocket Max:	\$6,850/\$20,550	\$7,150/\$21,450
Office Visit Copays:	\$55/\$100	\$55/\$110
Pharmacy Benefits:	\$10/45/90/25%	\$10/35/75/25%
ER Visit	100% after \$750 Copay	100% after \$850 Copay
Inpatient Hospital	\$2250 Copay	\$2350 Copay
Outpatient Hospital	\$2250 Copay	\$2350 Copay
Behavioral Health Office Visit	\$55 Copay	\$55 Copay
Advanced Imaging	\$750 Copay	\$850 Copay
Physical Therapy	\$100 Copay	\$110 Copay
Speech Therapy	\$100 Copay	\$110 Copay
Skilled Therapy	\$100 Copay	\$110 Copay
Monthly Medical/Rx Premium:	\$6,949.88	\$8,016.79
Employee Rate:	\$496.42	\$572.63
Employee & Spouse Rate:	\$496.42 + 496.42 = \$992.84	\$572.63 + 572.62 = \$1,145.25
Employee & Child(ren) Rate:	\$496.42 + 496.42 = \$992.84	\$572.63 + 572.62 = \$1,145.25
Family Rate:	\$496.42 + 992.84 = \$1,489.26	\$572.63 + 1,145.25 = \$1,717.88
VISION	Current Plan	New Plan
Plan Name:	TX VCP \$10/15 \$50WFA \$150CLA	TX Humana Vision 130
Frequency In/Out:	12/12/24	12/12/24
Exam Copay:	\$10 In	\$10 In
Exam Allowance:	\$35 Out	\$30 Out
Materials Copay:	\$15 In	\$15 In
Single Lens Allowance:	\$25 Out	\$25 Out
Frame Allowance:	\$50 In / \$40 Out	\$130 In / \$65 Out
Contact Lens Allowance:	\$150 In / \$150 Out	\$130 In / \$104 Out
Monthly Vision Premium:	\$121.54	\$127.16
Employee Rate:	\$6.12	\$6.40
Employee & Spouse Rate:	\$6.12 + 6.11 = \$12.23	\$6.40 + 6.40 = \$12.80
Employee & Child(ren) Rate:	\$6.12 + 5.50 = \$11.62	\$6.40 + 5.76 = \$12.16
Family Rate:	\$6.12 + 12.14 = \$18.26	\$6.40 + 12.70 = \$19.10

Provider: **PRINCIPAL INSURANCE**

DENTAL	Current Plan	New Plan
Plan Name:	TX Trad Plus PPO	TX Trad Plus PPO
Unit 1 Preventive Deductible:	\$0 In / \$0 Out	\$0 In / \$0 Out
Unit 1 Preventive Coverage:	100% In / 100% Out	100% In / 100% Out
Unit 2 Basic Deductible:	\$50 per person	\$50 per person
Unit 2 Basic Coverage:	80% In / 80% Out	80% In / 80% Out
Unit 3 Major Deductible:	\$50 per person	\$50 per person
Unit 3 Major Coverage:	50% In / 50% Out	50% In / 50% Out
Annual Max:	\$1,000	\$1,000
Monthly Dental Premium:	\$453.75	\$475.99
Employee Rate:	\$20.39	\$21.56
Employee & Spouse Rate:	\$20.39 + 23.07 = \$43.46	\$21.56 + 24.20 = \$45.59
Employee & Child(ren) Rate:	\$20.39 + 28.10 = \$48.49	\$21.56 + 29.31 = \$50.87
Family Rate:	\$20.39 + 54.54 = \$74.93	\$21.56 + 57.04 = \$78.60
LIFE / Ad&d	Current Plan	New Plan
Plan Name:	Basic Employee Life Mp 2005	Basic Employee Life Mp 2005
Coverage Amount:	\$20,000	\$20,000
Total Volume Lives:	\$220,000 (11)	\$220,000 (11)
Monthly Life/AD&D Premium:	\$79.64	\$79.64

PROPERTY TAXES

City of Natalia Medina County, Texas Ad Valorem Tax Rates

TAX YEAR	TAX RATE	EFFECTIVE M & O RATE	DEBT RATE	EFFECTIVE TAX RATE	MAXIMUM M & O RATE	ROLLBACK TAX RATE
2012	.9861	.7857	.2004	.9779	.7857	1.0489
2013	.9506	.7575	.1780	.9506	.7726	.9961
2014	.8752	.6739	.1474	.8291	.7278	.8752
2015	.8869	.7319	.1550	.8801	.7904	.9454
2016	.8615	.7122	.0924	.8630	.7691	.8615
2017	.8564	.7123	.0872*	.7978	.7692*	.8564

How to Calculate the amount of your CITY Taxes is: [Home Value x Tax Rate ÷ \$100 = Property Tax]

The county provides this table of property tax rate information as a service to the residents of the county. Each individual taxing unit is responsible for calculating the property tax rates listed in this table pertaining to that taxing unit and providing that information to the county.

- a. The **Adopted Tax Rate** is the tax rate adopted by the governing body of a taxing unit.
- b. The **Maintenance and Operations Rate** is the component of the adopted tax rate of a taxing unit that will impose the amount of taxes needed to fund maintenance and operation expenditures of the unit for the following year.
- c. The **Debt Rate** is the component of the adopted tax rate of a taxing unit that will impose the amount of taxes needed to fund the unit's debt service for the following year.
- d. The **Effective Tax Rate** is the tax rate that would generate the same amount of revenue in the current tax year as was generated by a taxing unit's adopted tax rate in the preceding tax year from property that is taxable in both the current tax year and the preceding tax year.
- e. The **Effective Maintenance and Operations Rate** is the tax rate that would generate the same amount of revenue for maintenance and operations in the current tax year as was generated by a taxing unit's maintenance and operations rate in the preceding tax year from property that is taxable in both the current tax year and the preceding tax year.
- f. The **Rollback Tax Rate** is the highest tax rate a taxing unit may adopt before requiring voter approval at an election. In the case of a taxing unit other than a school district the voters by petition may require that a rollback election be held if the unit adopts a tax rate in excess of the unit's rollback tax rate. In the case of a school district, an election will automatically be held if the district wishes to adopt a tax rate in excess of the district's rollback tax rate.

TAX APPRAISER OFFICE:

Medina County Appraisal District's Office
Johnette L. Dixon, Chief Appraiser
1410 Avenue K
Hondo, Texas 78861
Phone: (830) 741-3035
Fax: (830) 476-2199
Email: jdixon@medinacad.org
Website: www.medinacad.org

TAX ASSESSOR/COLLECTOR OFFICE:

Medina County Tax Assessor & Collector's Office
Melissa Lutz, PPC, Tax Assessor/Collector
1102 15th Street
Hondo, Texas 78861
Phone: (830) 741-6100, or (830) 741-6101
Fax: (830) 741-6105
Email: melissa.lutz@medinacountytexas.org
Website: www.medinacountytexas.org

MEDINA County

2017 CERTIFIED TOTALS

As of Certification

CNA - CITY OF NATALLA

Property Count: 893

ARB Approved Totals

7/26/2017

1:22:02PM

Land		Value		
Homesite:		2,807,990		
Non Homesite:		5,226,042		
Ag Market:		110,600		
Timber Market:		0	Total Land	(+) 8,144,632
Improvement		Value		
Homesite:		15,454,160		
Non Homesite:		8,903,641	Total Improvements	(+) 24,357,801
Non Real		Count	Value	
Personal Property:	73		5,860,320	
Mineral Property:	0		0	
Autos:	0		0	
			Total Non Real	(+) 5,860,320
			Market Value	= 38,362,753
Ag	Non Exempt	Exempt		
Total Productivity Market:	110,600	0		
Ag Use:	2,220	0	Productivity Loss	(-) 108,380
Timber Use:	0	0	Appraised Value	= 38,254,373
Productivity Loss:	108,380	0		
			Homestead Cap	(-) 1,398,703
			Assessed Value	= 36,855,670
			Total Exemptions Amount (Breakdown on Next Page)	(-) 2,473,955
			Net Taxable	= 34,381,715

APPROXIMATE TOTAL LEVY = NET TAXABLE * (TAX RATE / 100)
 296,198.47 = 34,381,715 * (0.861500 / 100)

Tax Increment Finance Value: 0
 Tax Increment Finance Levy: 0.00

The net taxable value increased from last year's assessment by \$2,618,986.
 The appraised value average of property in Natalia (Market value + Property Count) is \$42,838.
 The value of new property added to the 2017 tax roll is \$240,680.

2017 Property Tax Rates in City of Natalia

This notice concerns the 2017 property tax rates for City of Natalia. It presents information about three tax rates. Last year's tax rate is the actual tax rate the taxing unit used to determine property taxes last year. This year's *effective* tax rate would impose the same total taxes as last year if you compare properties taxed in both years. This year's *rollback* tax rate is the highest tax rate the taxing unit can set before taxpayers start rollback procedures. In each case these rates are found by dividing the total amount of taxes by the tax base (the total value of taxable property) with adjustments as required by state law. The rates are given per \$100 of property value.

Last year's tax rate:

Last year's operating taxes	\$243,746
Last year's debt taxes	\$29,284
Last year's total taxes	\$273,030
Last year's tax base	\$31,692,397
Last year's total tax rate	\$0.8615/\$100

This year's effective tax rate:

Last year's adjusted taxes (after subtracting taxes on lost property)	\$272,410
+ This year's adjusted tax base (after subtracting value of new property)	\$34,141,035
= This year's effective tax rate (Maximum rate unless unit publishes notices and holds hearings.)	\$0.7978/\$100

This year's rollback tax rate:

Last year's adjusted operating taxes (after subtracting taxes on lost property and adjusting for any transferred function, tax increment financing, state criminal justice mandate, and/or enhanced indigent healthcare expenditures)	\$243,192
+ This year's adjusted tax base	\$34,141,035
= This year's effective operating rate	\$0.7123/\$100
x 1.08 = this year's maximum operating rate	\$0.7692/\$100
+ This year's debt rate	\$0.0872/\$100
= This year's total rollback rate	\$0.8564/\$100

Statement of Increase/Decrease

If City of Natalia adopts a 2017 tax rate equal to the effective tax rate of \$0.7978 per \$100 of value, taxes would increase compared to 2016 taxes by \$1,267.

Schedule A - Unencumbered Fund Balance

The following estimated balances will be left in the unit's property tax accounts at the end of the fiscal year. These balances are not encumbered by a corresponding debt obligation.

Type of Property Tax Fund	Balance
	0

Schedule B - 2017 Debt Service

The unit plans to pay the following amounts for long-term debts that are secured by property taxes. These amounts will be paid from property tax revenues (or additional sales tax revenues, if applicable).

Description of Debt	Principal or Contract Payment to be Paid from Property Taxes	Interest to be Paid from Property Taxes	Other Amounts To be Paid	Total Payment
15-year total bond debt, Series-2015	20,000	10,004	0	30,004
Total required for 2017 debt service			\$30,004	
- Amount (if any) paid from Schedule A			\$0	
- Amount (if any) paid from other resources			\$0	
- Excess collections last year			\$0	
= Total to be paid from taxes in 2017			\$30,004	
+ Amount added in anticipation that the unit will collect only 100.00% of its taxes in 2017			\$0	
= Total debt levy			\$30,004	

This notice contains a summary of actual effective and rollback tax rates' calculations. You can inspect a copy of the full calculations at 1102 15th Street, Hondo, TX 78861.

Name of person preparing this notice: Melissa Lutz, PCC
 Title: Medina County Tax Assessor/Collector
 Date Prepared: 08/01/2017

UTILITY SYSTEM IMPROVEMENTS PLAN

WATER IMPROVEMENTS (\$1,327,360.00)

Well Site Upgrades: This project would improve the performance and reliability of the City's (2) existing raw water wells and the back-up well. Work would include the addition of standby power at the primary well site in the form of a diesel generator and associated automatic transfer switch. New flow meters would also replace old existing meters at both sites with newer technology. The project would include servicing of the existing well pumps, new control valves, and a video inspection of the condition of each well to ensure the wells will continue to provide a reliable water source into the future. Having a well site located more than four miles north of the City limits also poses problems with additional time needed for maintenance staff responding to any issues at the well site. For this reason, back-up power will also be added to existing SCADA infrastructure at the well site and at the elevated tank site by the addition of battery back-up, and at City hall with a permanent standby generator, to ensure that operations can be reliably monitored and controlled remotely during periods of power outage at these locations. This project was given the highest priority because of the criticality of having back-up power at the City's only primary water source.

Upgrades to the Oldest Portion of the Water Distribution System: Areas of the City (approximately 10,000 feet of main, or 25% of the distribution system) have been identified as having old, galvanized water mains. These areas have also been identified as suffering from breaks/leaks most often. Replacement of these mains with new PVC mains would reduce breaks and leaks, ultimately decreasing the amount of water that is pumped and lost in the system. System-valving will be analyzed to determine the proper protocol for isolating the NISD School and Love's Travel Center, so that these sites may be served directly by the elevated tank without interruption of water in the event of a break in the system. New hydrants will be spaced to provide residents with improved fire flow within a reasonable distance from any structure. This project was given high priority due to the City's high rated water loss.

Emergency Interconnect with East Medina Special Utility District: A new interconnect with East Medina Special Utility District would allow for a temporary water source in the event of a break in the City's pipe from the wells along FM 463, a major failure (lightning strike) at the well site, or if repairs are being completed requiring shutdown of the well site. A suitable location for this interconnects is at the intersection of CR 675 and FM 463. This project is relatively easy to construct due to the City's water main being in close proximity to East Medina's main coupled with the benefit of having a reliable water source should the City's well be down for any extended period of time.

SEWER IMPROVEMENTS (\$987,000.00)

Redirect the Love's Travel Center Lift Station through New Pipeline to WWTP: A new sewer pipeline (combination force main and gravity main) would allow the Love's lift station to pump in a dedicated line to the WWTP. This project would require new pumps at Love's Travel Center lift station sized for the new discharge force main and approximately 6,400 feet of new pipe line along FM 6717, discharging to the wet well at the Plant pump station at the City's WWTP. This project would also include curbing around the lift station to keep surface stormwater inflow from entering the wet well; helping to reduce flow spikes at the WWTP during major rain events. The primary purpose for this project is to reduce wastewater flows entering the City's Ballfield lift station. The Love's lift station flows currently are re-pumped at the Ballfield lift station, and the project would remove this burden. Should any new flows be added at the south end of the City, through development or through new connections from residents currently on septic systems, the new pipeline could also serve as a primary collector for this area of the City. This project is considered of the highest priority in that it not only fills the immediate need of relieving flows into the Ballpark lift station, but also adds system flexibility by establishing a second primary conveyance to the WWTP as well as a collector for any new development along the I-35 corridor.

Replace the Utility Crossing of Fort Ewell Creek: The condition of the current aerial gravity sewer crossing of Fort Ewell Creek is of concern. There are signs of erosion around the base of the pipe supports, which are located in the flow line of the creek. A failure of this pipeline would result in a discharge of untreated wastewater into the Creek, the environmental effects of which could include impacts to both flora and fauna. This project would construct a new crossing with supports located out of the primary flow line of the creek, if possible, and installed with enough depth to ensure erosion is not an issue. Additional room could be left to install a water main alongside the wastewater main, as the existing water main is located with minimal cover below the creek bottom. This project is considered of high priority due to the possible environmental impacts to the Fort Ewell Creek should one of the existing supports collapse and a discharge occur.

Reduction of Non-Wastewater Treatment at WWTP: The City's WWTP experiences high flow spikes, often times exceeding the permitted discharge flow allowance, during periods of heavy rain. It is believed that these flow spikes are due to inflow and infiltration into the gravity collection system. Replacing aged wastewater gravity mains reduces infiltration of ground water into the system. Similarly, rehabbing or replacing manholes showing signs of deterioration helps reduce both groundwater infiltration and stormwater inflow (in cases of deteriorating rims and lids). The project

would likely run in 3 phases: 1) Inspection of selected gravity sewer lines and of manholes to determine condition; 2) Cleaning/jetting of select lines; and 3) Lining and/or replacement of select lines and/or replacement of select manholes. The area was selected based on the frequency of leaks, breaks, and repairs for both the water mains and gravity sewers. Completing projects within a given area allows the construction efforts to run in parallel, which will limit impacts to surrounding residences and businesses to a single project timeframe. This also effectively reduces the cost of construction of both projects through bidding the projects together and allowing one contractor to perform both efforts. This project is of high priority due its long term effect on loadings into the WWTP and the resulting long term energy cost savings and plant treatment efficiencies.

Minor Repairs at the Ballfield Lift Station: During an onsite visual inspection of the Ballfield Lift Station, the station was found to be in good condition overall with all major components in working order. One item that is in need of immediate attention, however, was the wall brackets that secure the stainless steel pump rails in place. These brackets are heavily corroded and should be replaced. While the work may be relatively minor, the impact of these brackets failing would be the inability to pull pumps for servicing and possibly great expense if there is future damage to the pump rails. The existing brackets will be replaced with stainless steel brackets to ensure the longevity of the repair. This project is of high priority due to the possible damage caused (and additional repair expense required) if the brackets were to fail.

REFINANCING SERIES-2015 WATER PURCHASE

For many years, the City struggled with providing the community with a sufficient amount of water supply to support its needs; especially when the City's permitted water rights is reduced during drought conditions as an EAA restriction, essentially having to lease water year after year. And, to afford the additional expenses for water-right transfers the City adopted a Water Pass-Thru "WPTC" charge that would recover those added costs for water-right leases, purchases, management and permitting fees from the utility consumers.

Continuing to lease additional water each year was determined not to be the best suitable option for long-term planning. Subsequently, the City Council approved a practical investment to purchase additional water rights in in order to maintain and prosper long-term for betterment of the community. There being, by August 2016 the City filed the purchase (Transfer by Sale Application) of 60-acre feet of water rights to the city's authorized water permit with EAA; effectively increasing the City's water rights permit from 266.667 to 326.667 acre-feet of water. This purchase was financed through a Combination Tax and Limited Pledge of Revenue Certificate of Obligation for an amount of \$350,000, not including accrued annual interest; and to be refinanced through USDA Rural Development Loan/Grant Funding Program.

FIVE-YEAR UTILITY RATE STRUCTURE PLAN

To sustain safe and reliable water and wastewater resources, restructuring of utility rates were necessary to address the imbalance of revenue and expenses, and to additionally generate sufficient revenue to cover annual inflation of maintenance and operating costs. The City of Natalia conducted a Utility Rate Study, led by Raul Gonzales, Operations Management Specialist of Communities Unlimited, Inc., which were reviewed and modified numerous times by the City Council and City Administrator before determining that a gradual rate-increase plan was the most realistically affordable process to accomplish the planned infrastructure improvements and to afford the repayment of such debt.

The five-year utility rate structure plan results from the number of customers, the amount of capital debt to be imposed, and the costs for the short-lived assets of the capital debt. The generation of reserve funds for future capital investments, replacement, or improvements not subject to this new indebted obligation will be afforded by the adoption of a Capital Improvements Program Fee, which will replace the WPTC Fee, to specifically plan for capital improvement project expenses and contingencies.

FIVE-YEAR UTILITY RATE SCHEDULE

Billing Cycle Begins on the 15th of each Month and Ends on the 15th of the following Month, and Billed on the 1st of each Month.

<u>FISCAL YEAR ENDING 9/30/---</u>	<u>2016-17</u>	<u>Year 1 2017-18</u>	<u>Year 2 2018-19</u>	<u>Year 3 2019-20</u>	<u>Year 4 2020-21</u>	<u>Year 5 2021-22</u>	
	% Inflation Step Increase Plan						
<u>WATER RATES (per 1,000)</u>	Avg. Total Customers	Current Rates	at 100% Rate Study	1.2%	1.2%	1.2%	1.2%
Residential:	483						
Service Availability (up to 1,000 gal.)		\$20.50	\$25.00	\$25.00	\$25.00	\$25.00	\$25.00
1,001 - 10,000 gallons		\$2.50	\$3.30	\$3.34	\$3.38	\$3.42	\$3.46
10,001 - 30,000 gallons		\$3.00	\$3.80	\$3.85	\$3.89	\$3.94	\$3.99
30,001- 50,000 gallons		\$3.50	\$4.30	\$4.35	\$4.40	\$4.46	\$4.51
50,001 - 75,000 gallons		\$4.00	\$4.80	\$4.86	\$4.92	\$4.97	\$5.03
Over 75,000 gallons		\$4.50	\$5.30	\$5.36	\$5.43	\$5.49	\$5.56
Monthly Average Bill for 5,000 Gal.		\$30.50	\$38.20	\$38.36	\$38.52	\$38.68	\$38.85
Est. Annual Residential Revenue		\$176,778	\$221,407	\$222,325	\$223,254	\$224,195	\$225,146
Commercial:	45						
Service Availability (up to 1,000 gal.)		\$23.00	\$27.50	\$27.50	\$27.50	\$27.50	\$27.50
1,001 - 10,000 gallons		\$3.00	\$3.80	\$3.85	\$3.89	\$3.94	\$3.99
10,001 - 30,000 gallons		\$3.50	\$4.30	\$4.35	\$4.40	\$4.46	\$4.51
30,001- 50,000 gallons		\$4.00	\$4.80	\$4.86	\$4.92	\$4.97	\$5.03
50,001 - 75,000 gallons		\$4.50	\$5.30	\$5.36	\$5.43	\$5.49	\$5.56
Over 75,000 gallons		\$4.80	\$5.60	\$5.67	\$5.74	\$5.80	\$5.87
Average Bill for 15,000 Gal.		\$67.50	\$83.20	\$83.87	\$84.54	\$85.23	\$85.92
Est. Annual Revenue for 1" Meters		\$36,450	\$44,928	\$45,289	\$45,654	\$46,024	\$46,398
Commercial - 2" Meters & Larger:	18						
Service Availability (up to 1,000 gal.)		\$23.00	\$55.00	\$55.00	\$55.00	\$55.00	\$55.00
1,001 - 10,000 gallons		\$3.00	\$3.80	\$3.85	\$3.89	\$3.94	\$3.99
10,001 - 30,000 gallons		\$3.50	\$4.30	\$4.35	\$4.40	\$4.46	\$4.51
30,001- 50,000 gallons		\$4.00	\$4.80	\$4.86	\$4.92	\$4.97	\$5.03
50,001 - 75,000 gallons		\$4.50	\$5.30	\$5.36	\$5.43	\$5.49	\$5.56
Over 75,000 gallons		\$4.80	\$5.60	\$5.67	\$5.74	\$5.80	\$5.87
Average Bill for 25,000 Gal.		\$102.50	\$153.70	\$154.88	\$156.08	\$157.30	\$158.52
Annual Average Revenue for 2" Meters		\$22,140	\$33,199	\$33,455	\$33,714	\$33,976	\$34,241
Total Water Customers (No City Accts)	546	\$ 235,368	\$ 299,534	\$ 301,069	\$ 302,623	\$ 304,194	\$ 305,785
 <u>SEWER RATES (per 1,000)</u>							
Residential:							
Service Availability (up to 1,000 gallons)	435	\$16.00	\$20.50	\$20.50	\$20.50	\$20.50	\$20.50
Per 1,000 gallons Over 1,000 gallons		\$1.65	\$2.45	\$2.48	\$2.51	\$2.54	\$2.57
Monthly Average Bill for 5,000 Gal.		\$22.60	\$30.30	\$30.42	\$30.54	\$30.66	\$30.78
Est. Annual Residential Revenue		\$117,972	\$158,166	\$158,780	\$159,401	\$160,030	\$160,666
Commercial:							
Service Availability (up to 1,000 gallons)	62	\$18.00	\$22.50	\$22.50	\$22.50	\$22.50	\$22.50
Per 1,000 gallons Over 1,000 gallons		\$1.85	\$2.65	\$2.68	\$2.71	\$2.75	\$2.78
Average Bill for 15,000 Gal.		\$43.90	\$59.60	\$60.05	\$60.50	\$60.95	\$61.41
Est. Annual Commercial Revenue		\$32,662	\$44,342	\$44,674	\$45,009	\$45,348	\$45,691
Total Sewer Customers (No City Accts)	497	\$ 150,634	\$ 202,508	\$ 203,454	\$ 204,410	\$ 205,378	\$ 206,357

**FISCAL YEAR 2017-2018
APPLIED UTILITY RATES**

DEPOSITS	RESIDENTIAL	COMMERCIAL
Water (per meter)	\$200.00	\$300.00
Sewer (per connection)	\$100.00	\$100.00
Garbage (95 gallon containers)	\$50.00	\$50.00
Commercial Front Load Deposit		1x Months Rate

WATER TAP FEES:	RESIDENTIAL	COMMERCIAL
Water Tap 3/4"	\$1,200.00	\$1,300.00
Water Tap 1"	\$1,400.00	\$2,000.00
Water Tap 2"	-	\$2,250.00
Taps exceeding 50 linear feet	Costs of Material	

SEWER TAP FEES:	RESIDENTIAL	COMMERCIAL
Residential Sewer Tap	\$1,000.00	\$1,000.00
Sewer Taps exceeding 4"	Actual Costs	

WATER RATES (per 1,000 gals.)	RESIDENTIAL	COMMERCIAL	2" & Up Commercial
Service Availability (up to 1,000 gallons)	\$25.00	\$27.50	\$55.00
1,001 - 10,000 gallons	\$3.30	\$3.80	\$3.80
10,001 - 30,000 gallons	\$3.80	\$4.30	\$4.30
30,001- 50,000 gallons	\$4.30	\$4.80	\$4.80
50,001 - 75,000 gallons	\$4.80	\$5.30	\$5.30
Over 75,000 gallons	\$5.30	\$5.60	\$5.60

WASTEWATER RATES (per 1,000 gals.)	RESIDENTIAL	ALL COMMERCIAL
Service Availability (up to 1,000 gallons)	\$20.50	\$22.50
Based on Water Usage over 1,000 gallons	\$2.45	\$2.65

GARBAGE SERVICE RATES	RESIDENTIAL	PICKUP
95 gallon Waste Container	\$20.00	Wednesdays
Extra 95 gallon Waste Container	\$8.00	Wednesdays

Trash cans must be out before 6:00am

COMMERCIAL FRONT LOAD RATES	Pickup 1x Week	Pickup 2x Week	Pickup 3x Week
2 Cubic Yard (per month):	\$78.80	\$140.45	\$200.22
3 Cubic Yard (per month):	\$94.35	\$168.09	\$221.42
4 Cubic Yard (per month):	\$115.85	\$201.22	\$282.55
6 Cubic Yard (per month):	\$140.49	\$254.82	\$362.95
8 Cubic Yard (per month):	\$177.35	\$310.87	\$503.43
10 Cubic Yard (per month):	\$217.31	\$406.92	n/a
Extra Front Load Waste Containers	\$45.00		

MISCELLANEOUS FEES (APPLIES TO RESIDENTIAL & COMMERCIAL)		
EDWARDS AQUIFER AUTHORITY	\$5.00	
CAPITAL IMPROVEMENTS PROGRAM FEE	\$4.00	
LATE FEES - ADDITIONAL	10%	For Accts not paid by 4:30p on the 15th
UNTIMELY-NONPAYMENT FEE	\$35.00	
RETURNED CHECK FEES	\$30.00	
BILL REPRINTING FEE	\$0.50	
DROUGHT SURCHARGE	During Stages 3, 4 and 5 - Rate Schedule becomes effective	

CAPITAL IMPROVEMENTS ANNUAL REVIEW

1. **Determination of Capital Projects** shall be reviewed, revised or updated not less than once each fiscal year during the period of when the City's Operating Budget(s) for the subsequent fiscal year is being considered.
 - a. Projects must be approved by city council prior to adopting the next year's operating budget;
 - b. Only approved projects shall be included in the City's Annual Budget(s);
 - c. Budget may only be amended to fund capital improvement projects declared an emergency
2. **Capital Improvement Projects** mean any of the following projects or facilities, construction, or improvement that has a life expectancy of three or more years, or has a value of \$5,000 or more, and are owned and operated by or on behalf of the City of Natalia, to include but not limited to:
 - a. Water supply, water systems, treatment and distribution facilities; wastewater systems, collection, treatment and distribution facilities; storm water systems, drainage and flood control facilities; street improvements to include sidewalks and lighting improvements;
 - b. Municipal buildings and facilities; city halls, libraries, community centers, parks and recreational facilities, municipal offices; and
 - c. Municipal equipment and operations; patrol vehicles, utility vehicles, light or heavy machinery, tools or equipment, computer systems and software programs used for municipal operations.
3. **Identification** Procedures require that projects be identified and rated, and determine cost and funding.
 - i. **Mandatory** – Projects addressed within one (1) to two (2) years. Those activities that are urgent and necessary to protect the health, safety and welfare of human life or public property, or to prevent hazards from resulting by any cause of neglect, deterioration, damage, disregarded or worsening conditions of infrastructure.
 - ii. **Necessary** – Projects addressed within two (2) to five (5) years. Those public improvements needed to provide important public services for reasons of convenience or comfort, to protect endangered resources, to improve public properties, and/or to complete unfinished projects.
 - iii. **Desirable** – Projects addressed within five (5) to ten (10) years. Those public improvements which replace or improve existing or obsolete facilities and operations of the municipality by improving the attractiveness of the community, providing improved services, and protecting property which does not endanger the health, safety or welfare of the community or human life.
 - iv. **Deferrable** – Projects addressed within ten (10) years, or deferred to the next CIP cycle. Those public improvements needed to insure the city can function properly, to reduce operating costs, or to improve the efficiency of the city's operations.

This is a short list of identifiable fixed assets recognized for improvement or need of replacement; additional projects may be identified to determine and apply a rating level and to determine existing conditions.

Capital Improvement Projects:

- City Hall Facility Improvements – ADA Compliant Regulations, estimated cost of \$20,000.
- Street Improvements Program – Establish Practice and Street Point System
- Equipment & Vehicle Replacement Program:
 - 2004 Ford F-150 (Code Compliance) – Excess age by 6 years
 - 2009 Chev Tahoe (Police Department) – Excess age by 1 year.
 - 2009 (2) Ford F-150 (Utility Trucks) – Excess age by 1 year
 - 2007 Chev-3500 Flatbed (Utility Truck) – Excess age by 3 years
 - 2010 JD Riding Lawn Mower – Excess age by 2 years

EQUIPMENT & VEHICLE REPLACEMENT PROGRAM

The purpose of this program is to establish a capital equipment plan for the replacement of City vehicles and equipment. The objective is to standardize the capital equipment replacement process in order to create a system of purchasing and funding capital equipment, thereby allowing the City to accurately plan and budget for future departmental capital equipment requirements. The Replacement Program provides for replacement on an interval basis to reduce capital, operating and maintenance costs in order to maximize the safety and efficiency of the fleet. The objective of the program is to control the overall cost of operating and maintaining the vehicles and equipment in a manner that extends their useful life; to control the growth in size of the fleet; to standardize the composition of the fleet and equipment; and to accurately budget for maintenance and replacement costs.

GENERAL PROCEDURES

- A. Management will conduct an annual utilization study of the existing capital equipment. The study will identify vehicles and equipment that meet the minimum replacement criteria.
- B. Based on this study, Management will initiate the capital equipment request cycle each fiscal year during the budgetary cycle. Management will recommend specific vehicles and equipment for replacement based on factors identified in the Capital Improvements Program.
- C. Management will review recommended capital equipment replacements with Department Heads and will submit a final recommendation to City Council for determination.

VEHICLE AND EQUIPMENT REPLACEMENT CRITERIA

The criteria that will be used to determine specific annual replacements each fiscal year as part of the budget process is as follows:

- A. Type of equipment: New technology and manpower savings are all considerations for this criterion. Safer equipment may also fall into this category.
- B. Service or Task: New or additional equipment may be needed to conduct new city services or tasks effectively.
- C. Maintenance costs: Excessive breakdowns, repairs or proprietary parts may make it no longer feasible (financially or operationally) to retain a certain piece, type or brand of equipment.
- D. Lifespan: Safety is a primary concern. Older vehicles present significant challenges to keep operational and acquire parts and may present unique safety issues once past their useful life.
- E. Use of equipment: Under-utilized equipment will be recommended for reassignment, sale or declared surplus/salvage. Heavily used equipment will also be given a higher priority for replacement; i.e., daily use is often more important than monthly, seasonal or sporadic use.
- F. Odometer miles or hours of use: High miles/hours create excessive wear and tear on major system components.
- G. Miscellaneous criteria: Safety features; fuel economy and vehicle emission characteristics will be used as additional criteria.
- H. Availability of funds: Monies available each year may make modification of the proposed capital equipment list necessary, even if many of the other criteria are met.

DEPRECIATION FIXED ASSETS

YEAR	LIFE	AGE	DESCRIPTION	Rate of Depreciation	BEGINNING BOOK VALUE	ENDING YEAR BOOK BALANCE	LIFE AGE EXCESS
VEHICLES & EQUIPMENT							
10/24/1997	5	20	1994 HOMEMADE FLATBED TRAILER	\$ 100.00	\$ 500.00	\$ (1,600.00)	-15
5/12/2000	10	17	JOHN DEERE TRACTOR 770	\$ 979.00	\$ 9,790.00	\$ (7,832.00)	-7
4/5/2006	5	11	VERMEER CHIPPER/SHREDDER VIN#7576	\$ 4,730.00	\$ 23,650.00	\$ (33,110.00)	-6
11/21/2006	10	11	1987 DUMP TRUCK VIN#3514	\$ 650.00	\$ 6,500.00	\$ (1,300.00)	-1
5/7/2009	7	8	2009 F150 UTILITY TRUCK VIN#9305	\$ 2,013.29	\$ 14,093.00	\$ (4,026.57)	-1
5/7/2009	7	8	2009 F150 UTILITY TRUCK VIN#9304	\$ 2,070.43	\$ 14,493.00	\$ (4,140.86)	-1
2/24/2010	5	7	JD RIDING MOWER SN00030	\$ 1,218.28	\$ 6,091.41	\$ (3,654.85)	-2
7/31/2012	7	10	2007 CHEV 3500 FLATBED VIN 5662 UTILITY	\$ 1,861.43	\$ 13,030.00	\$ (7,445.71)	-3
9/8/2014	10	3	2014 JD BACKHOE 310K SN 17581	\$ 5,888.23	\$ 58,882.25	\$ 35,329.35	7
9/15/2014	7	3	2014 F150 UTILITY TRUCK VIN#3979	\$ 3,016.82	\$ 21,117.75	\$ 9,050.46	4
2/24/2015	5	2	COMPUTERS/SERVER EQUIPMENT	\$ 1,735.95	\$ 8,679.75	\$ 5,207.85	3
3/13/2015	5	2	2015 JOHN DEERE Z425 EZTRAK VIN#3256	\$ 825.40	\$ 4,127.00	\$ 2,476.20	3
3/16/2015	5	2	2015 TRAILER VIN#5826 (Bluebonnet Court)	\$ 220.00	\$ 1,100.00	\$ 660.00	3
6/28/2016	5	1	TROY BILT ZERO-TURN LAWNMOWER	\$ 459.80	\$ 2,299.00	\$ 1,839.20	4
12/17/2009	7	8	2009 CHEV TAHOE VIN#4150 (PD)	\$ 5,009.11	\$ 35,063.75	\$ (5,009.11)	-1
7/21/2004	7	13	2004 FORD F150 VIN# 4192 (CODE)	\$ 2,142.86	\$ 15,000.00	\$ (15,000.00)	-6
10/7/2011	7	6	2011 CHEV TAHOE BLUE VIN#1964 (PD)	\$ 3,785.71	\$ 26,500.00	\$ -	1
9/1/2014	7	3	2013 FORD EXPLORER VIN 7955 PD	\$ 3,655.43	\$ 25,588.00	\$ 10,966.29	4
4/20/2016	7	0	2017 FORD EXPLORER BLUE VIN#7317 (PD)	\$ 4,300.00	\$ 30,100.00	\$ (4,300.00)	7
VEHICLES & EQUIPMENT					\$ 343,465.51	\$ (47,563.83)	

STREET MAINTENANCE & IMPROVEMENTS PROGRAM

The references herein are for the City's preliminary use, and are not meant to interpret the construction and engineering standards; the intended use is merely a preliminary review of the City of Natalia's current street conditions and its needed repairs to consider in a Street Maintenance and Improvements Program.

RESURFACING PRIORITIZATION:

The resurfacing list is generated and refined in preparation for resurfacing activities that generally begin in the spring and continue through the fall of each year. Compilation of the Street Maintenance & Improvements Program list prioritizes streets based on their pavement rating and its current use or lack thereof. Streets that exhibit certain signs of pavement failure, damage or deterioration will generally receive the most consideration for maintenance, repair and resurfacing. Vehicle traffic counts and accident ratios are also considered as factors that influence the decision to improve one street versus another.

Members of the City Council, and certain staff members, are asked to prepare their own prioritized list. Lists will be reviewed and a rating will be assigned; additionally, other factors such as available funding, financing sources, and its impact on future projects will have to be considered when determining the maintenance and improvements strategies.

WHAT TO EXPECT:

Awareness and Convenience for businesses and residents must be considered during any street process; because advance warning of roadwork is crucial, we want the public to be prepared for it. At least 72-hours prior to the start of any street projects, notices should be provided to each property owner, as well as placing flyers on the windshields of parked vehicles, requesting owners to move their cars prior to resurfacing. If the car is not moved the day of milling and resurfacing and the owner cannot be contacted, a professional towing contractor will move the car from obstruction and place it back after the resurfacing is complete. The cost of this is at the vehicle owner's expense.

Street resurfacing typically occurs between spring and fall. Although the roadwork is scheduled around commute hours, the details of what to expect are different for each type of resurfacing. Most commonly, no vehicles will be allowed on the street during the resurfacing process and the street will be closed for a portion of the day depending on the condition of the street, and the type of resurfacing strategy applied on the street.

MAINTENANCE STRATEGIES:

Maintenance strategies (or activities) are done in preparation for upcoming scheduled resurfacing and include the types of repairs listed below.

M1) Crack Sealing: Crack sealing is a maintenance technique of placing a sealant into roadway cracks to prevent water intrusion into the asphalt pavement. If the cracks go untreated, over a period of time, this undermines the pavement, causing additional crack failures. This will lead to the eventual failure of the paved area, making resurfacing, or reconstruction necessary at a much greater expense.

M2) Base Repair: The base repair strategy entails the removal of any distressed areas where the pavement is fractured and broken and is allowing water to weaken the subgrade under the roadway. Various methods are used to remove the distressed asphalt, such as backhoe and cold mill planers. Once it is removed, it's replaced with new asphalt. These repairs are accomplished prior to the scheduled resurfacing sometimes up to a year in advance.

M3) Skin patching: Low areas that are imperfections in the asphalt are patched with fine AC (asphalt concrete). Typically these depressions are small and have settled over time. This gives the street a patchwork appearance. These repairs are done during the warmer weather sometimes a year in advance but usually just prior to resurfacing.

RESURFACING STRATEGIES:

Resurfacing strategies include the techniques that are listed below. The appropriate resurfacing treatment for a roadway depends on the existing pavement condition. It is more cost effective to resurface a street before pavement deterioration becomes severe, requiring reconstruction.

R1) Chip or Slurry Seal: This sealing application consists of thin asphalt emulsion (liquid asphalt) on existing asphalt roadway surface followed by placement of small rock chips on the existing pavement. Sealing is a pavement preservation treatment that helps extend pavement life by keeping good streets in good condition; this treatment adds strength to the existing pavement and can extend the life of the street by 8-10 years. This treatment seals cracks on existing roads and

protects the roadway surface from occurrences that cause normal wear and tear, thus slowing down the deterioration rate of the pavement.

Chip or Slurry Sealing generally consists of the following steps:

1. Crack sealing any selected cracks
2. Patching any pot holes or deteriorated areas
3. Placement of the Slurry Seal

Sealing projects are usually done in groups of individual streets and can take up to 4 to 6 weeks to complete the entire project. A contractor will generally complete steps 1 and 2 first. For example, they will do their entire patching and crack sealing first, then complete the slurry sealing.

Sealing acts as a wearing surface and seals the existing asphalt surface, and is usually placed in a thickness of less than 1 inch and can be used on streets where the traffic volume is light, but doesn't hold up as well on the heavier traffic volume streets. Chip or Slurry Seal isn't very useful to fill in wheel ruts.

Chip or Slurry Seal is a mixture that will take several minutes to harden once placed. It is within this time frame which Slurry Seal can cause problems for the public. If it is stepped in it will track like tar until hardened. Tires will also pick it up easily. If in doubt whether it is hardened or still wet, it is best to stay off. When chip or slurry sealant is placed on longer sections of a roadway at once, traffic tie-ups can occur.

R2) Asphalt Resurfacing or Overlay: The highest form of street maintenance, overlay involves the placement of a new layer of asphalt, approximately one and a half to three and a half inches thick, on the street. Properly maintained, an overlay can extend the life of the street by 20-25 years although heavily used streets may require more frequent overlays.

Asphalt Resurfacing or Overlay generally consists of the following steps:

1. Grinding off selected areas of old asphalt either along the curb or within the street
2. Patching any pot holes or badly deteriorated areas
3. Placing a fabric (not in all cases).
4. Placing and compacting hot mix asphalt pavement
5. Adjusting any street hardware (manhole frames, catch basin frames) to the new grade of the asphalt and completing any restoration of adjacent properties

Resurfacing projects are usually done in groups of several individual streets and can take up to 8 to 12 weeks to complete the entire project. A contractor will generally complete steps 1 and 2 first. For example, they will do all their grinding at first, then patch; then they will place the fabric, then complete the paving next, then adjust the hardware as restoration work is being completed.

Asphalt used for resurfacing is generally placed in 2-inch thick lifts. Street resurfacing can improve driving conditions and correct improper drainage and will last generally for 8 to 10 years depending on traffic, weather conditions and the strategy of treatments.

Inconvenience with a resurfacing project is generally minimal to medium. The noise and fumes of heavy equipment are sometimes factors; and having streets in a state of workmanship for 3 to 4 weeks can cause problems for both the public and the City. This can be termed 'the nature of the beast'. There is a certain amount of inconvenience that we have to accept to get the best possible value for the dollar, but must be properly monitored on a constant basis.

R3) Reconstruction: generally consists of the following steps:

1. Excavating the entire roadway including asphalt and rock
2. Placing and compacting rock underneath the roadway
3. Placing and compacting Hot Mix Asphalt
4. Completing restoration of adjacent properties

