

City of *OVILLA* City Council

Rachel Huber, Place One
Larry Stevenson, Place Two
David Griffin, Place Three, Mayor Pro Tem

Richard Dormier, Mayor

Doug Hunt, Place Four
Dean Oberg, Place Five
Jacqueline Lee, Interim City Administrator

NOTICE OF CITY COUNCIL BRIEFING SESSION
105 S. Cockrell Hill Road, Ovilla, TX 75154

Monday, April 13, 2015

6:00 P.M.

Council Chamber Room

AGENDA

- I. CALL TO ORDER
- II. CONDUCT A BRIEFING SESSION to review and discuss future agenda items.
 - a. "Music in the Park" event planned by the Parks Board and staff to occur June 06
 - b. Ordinance 2015-XXX Dumpster Ordinance, permitting and fee schedule revision
 - c. MISD Site Plans and Agreement (May 04 to P&Z and May 11 to Council)
 - d. Revisions to Code of Ordinances (Sefko - May 11)
 - e. Planned Development Ordinance - May 11
 - f. Developer's Agreement for Bryson Manor
 - g. Bryson Manor Phase 1, Final Plat
 - h. Recommendation of Fire Chief appointment - May 11
 - i. Re-plat in the ETJ - May 11
 - j. Board renewals and appointments
- III. PENDING AGENDA Items still under staff review
 - a. Ordinance 2015- XXX Storm Water Management
 - b. Ordinance implementing a 50/50 sidewalk maintenance program
 - c. Developer's Agreement/Planned Development
 - d. Mid-year Budget Revisions
 - e. Review of water rates increase
 - f. Comptroller's Transparency Award Update - pending 2013-2014 FY Audit approval
- IV. CONDUCT A BRIEFING SESSION to review and discuss agenda items for the 6:30 p.m. regular meeting.
- V. ADJOURNMENT

THIS IS TO CERTIFY THAT A COPY OF THE NOTICE OF the April 13, 2015 Briefing Session Agenda was posted on the City Hall bulletin board, a place convenient and readily accessible to the general public at all times, and to the City's website, www.cityofovilla.org, on the 10th day of April 2015 prior to 6:00 p.m., in compliance with Chapter 551, Texas Government Code.





Pamela Woodall, City Secretary

DATE OF POSTING: 4-10-15 TIME: 10:00 am/pm
DATE TAKEN DOWN: _____ TIME: _____ am/pm

This facility is ADA compliant. If you plan to attend this public meeting and have a disability that requires special arrangements, please call 972-617-7262 at least 48 hours in advance. Reasonable accommodation will be made to assist your needs. PLEASE SILENCE ALL PAGERS, CELL PHONES & OTHER ELECTRONIC EQUIPMENT WHILE THE CITY COUNCIL MEETING IS IN SESSION.

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105 S. Cockrell Hill Road, Ovilla, TX 75154

Monday, April 13, 2015

6:30 P.M.

Council Chamber Room

AGENDA

NOTICE is hereby given of a Regular Meeting of the City Council of the City of Ovilla, to be held on Monday, April 13, 2015 at 6:30 P.M. in the Ovilla Municipal Building, Council Chamber Room, 105 S. Cockrell Hill Road, Ovilla, Texas, 75154, for the purpose of considering the following items.

I. CALL TO ORDER

- Invocation
- Pledge of Allegiance

II. COMMENTS, PRESENTATIONS & REPORTS

April 25 Clean Up Day reminder

▪ Citizen Comments

The City Council welcomes comments from Citizens. Those wishing to speak must sign in before the meeting begins. Speakers may speak on any topic, whether on the agenda or not. The City Council cannot act upon, discuss issues raised, or make any decisions at this time. Speakers under citizen's comments must observe a three-minute time limit. Inquiries regarding matters not listed on the Agenda may be referred to Staff for research and possible future action.

▪ Department Activity Reports / Discussion

- | | |
|---------------------------------------|-----------------------------------|
| • Police Department | Police Chief M. Moon |
| ○ Monthly Report | |
| • Fire Department | Interim Fire Chief B. Kennedy |
| ○ Monthly Report | |
| • Public Works | Public Works Director B. Piland |
| ○ Monthly Report | |
| • Finance Department | City Accountant L. Harding |
| ○ February 2015 Monthly Financials | |
| • Administration | Interim City Administrator J. Lee |
| ○ Activity Report | |
| ○ Monthly Municipal Court Report | City Secretary P. Woodall |
| ○ Monthly Code/Animal Control Reports | Code/AC Officer M. Dooly |

III. CONSENT AGENDA

The following items may be acted upon in one motion. No separate discussion or action is necessary unless requested by a Council Member, in which event those items will be pulled from the consent agenda for individual consideration.

- C1. February 2015 Financial Transactions over \$5,000
- C2. ONCOR Resolution R2015-008 for continued membership and approved assessment
- C3. Minutes of the March 09, 2015 Briefing Session and Regular City Council Meeting

IV. REGULAR AGENDA

1. **DISCUSSION/ACTION** – **Consider** acceptance of the Annual Fiscal Year Audit Report for the year ending September 30, 2014, prepared and presented by Yeldell, Wilson and Company, C.P.A., P.C.

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2. **DISCUSSION/ACTION** – *Consideration* of and action on Resolution R2015-009 amending the Ovilla Employee Personnel Policies Handbook, Section 10.12, All Weapons Banned, authorizing the Animal Control Officer the permission and use of carrying a firearm (shotgun) in the course of Animal Control duties.
3. **DISCUSSION/ACTION** – *Consideration* of and action on the necessity to update the 2010 Comprehensive Land Use Plan and direct staff as necessary for the preparation of a RFQ for qualified consultants, the creation of an Ovilla Comprehensive Land Use Plan (CLUP) Committee and solicitation for interested volunteer committee appointments.

VI. EXECUTIVE SESSION

4. **DISCUSSION/ACTION** – Deliberate the appointment employment, and/or duties of the Interim City Administrator and/or permanent City Administrator.

The City Council of the City of Ovilla, Texas, reserves the right to meet in a closed session on any item listed on this Agenda should the need arise, pursuant to authorization by Texas Government Code, Sections 551.071 (consultation with attorney), 551.072 (deliberations about real property), 551.073 (deliberations about gifts and donations), 551.074 (personnel matters), 551.076 (deliberations about security devices), 551.087 (economic development), 418.183 (homeland security).

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

V. REQUESTS FOR FUTURE AGENDA ITEMS AND/OR ANNOUNCEMENTS BY COUNCIL AND STAFF

VI. ADJOURNMENT

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Pamela Woodall

Pamela Woodall, City Secretary

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OVILLA POLICE DEPARTMENT
 105 S Cockrell Hill Rd
 Ovilla, TX 75154
 (972) 617-7262

To: Mayor Richard Dormier
 Ovilla City Council
 City Administrator

Subject: Police Department Monthly Activity Report

Calls For Service	March 2015	March 2015 YTD	March 2014	March 2014 YTD
Accident	2	6	2	3
Alarms	14	36	17	47
Arrest	4	13	3	9
Assault	0	0	0	0
Assists: Agency/Unit:31 EMS/Fire:2 Motorist:9	42	114	27	55
Building / House Security Check	1739	4135	1592	3752
Burgulary	0	0	0	1
Burgulary of Motor Vehicle	0	0	0	0
Criminal Mischief	2	4	1	2
Disturbance	9	24	3	14
Neighborhood Check	2085	5270	1083	3466
Other Calls for Service	152	420	95	272
Suspicious Person	6	12	5	14
Suspicious Vehicle	12	44	3	20
Theft	4	7	1	4
Traffic Assignment	24	66	23	34
TOTAL CALLS FOR SERVICE	4095	10151	2855	7693

Reserve Officer Hours	63.25	125.5	64.25	200.75
Average Response Time (Minutes)	3	3.47333333	4.2	4.213
Traffic Stop (Warnings)	51	175	54	112
Traffic Stop (Citations)	30	93	45	94
Total Citations & Warnings Combined	81	268	99	206
PERCENT OF STOPS RECEIVING CITATIONS	37.0	34.7	45.5	45.6

OVILLA PD VEHICLE MILEAGE

January-15		February-15		March-15		April-15		May-15		June-15		July-15		August-15		September-15		October-15	
Unit #	Beginning	Ending	Accrued	Unit #	Beginning	Ending	Accrued	Unit #	Beginning	Ending	Accrued	Unit #	Beginning	Ending	Accrued	Unit #	Beginning	Ending	Accrued
100	88931	90026	1095	100	90026	90343.6	374.4	100	90343.6	90718	0	100	90026	90343.6	0	100	90026	90343.6	317.6
102	91093	92394	1301	102	92394	95928	1707	102	94221	95928	0	102	92394	94221	0	102	92394	94221	1827
103	104345	106623	2278	103	106623	110028	1283	103	108745	110028	0	103	106623	108745	0	103	106623	108745	2122
104	66588.4	67413.5	825.1	104	67413.5	70073	1736.5	104	68336.5	70073	0	104	67413.5	68336.5	0	104	67413.5	68336.5	923
105	54522	56476	1954	105	56476	60076.3	2080.1	105	57996.2	60076.3	0	105	56476	57996.2	0	105	56476	57996.2	1520.2
March-15																			
April-15																			
May-15																			
June-15																			
July-15																			
August-15																			
September-15																			
October-15																			

Ovilla City Council Monthly Report for Fire Department - March 2015

City of Ovilla Calls for Service	2014 Totals		2015 Totals
Fire 8		Fire 2	
EMS 17	25	EMS 19	21
ESD #2 Calls for Service			
Fire 3		Fire 2	
EMS 5	8	EMS 6	8
ESD #4 Calls for Service			
Fire 2		Fire 0	
EMS 4	6	EMS 4	4
Mutual Aid Provided			
Fire 11		Fire 6	
EMS 1	12	EMS 0	6
Total Calls For Service / Month	51		39
Total Calls For Service / YTD	607		179

Time from Notify to Time On Scene

Reaction Times

Average Response Times for City of Ovilla

5:21

E-701 2:06

Average Response Times for ESD # 2

7:57

E-702 OOS

Average Response Times for ESD # 4

7:46

From the Fire Marshal

1 New Inspection

4 Consults

2 Follow Ups

Met with Fire Investigators for structure fire from last month

New Fee Schedule for Inspections



Date: April 6, 2015

TO: Honorable Mayor and City Council Members

FROM: Brad Piland Public Works Director

TOPIC: Public Works Monthly Report for March

- Sewer Lift Station Repairs-
 - Pulled pump 1 at Highland Meadows Lift Station
 - Removed pump 1 from Cumberland
 - Replaced pump 2 Heritage park

 - Read water meters, serviced disconnects and reconnects
 - Replaced meters
 - Shadowwood , 109 Greenwood,319 Shadowwood
 - Repaired potholes and shoulder on Shiloh Road and Johnson Lane, Cockrell Hill, Malloy
 - Trim trees on Johnson Lane
 - Repaired and replaced 3 street signs
 - Updated marquee as needed
 - Daily water maintenance residual and pressure tests
 - Tree and grass maintenance:
 - Heritage Park
 - Silver Spur Park
 - Baseball fields and Cindy Jones Park

 - Repaired water leaks
 - 112 Georgetown

 - Installed new culvert on Red Oak Creek Rd
 - ❖ Jimmy Bryan -
 - Serviced PD Units: 102,104,105
 - Service 2008 Chevrolet public works truck
- **Flushed Hydrants
- Collect water samples for TCEQ reporting
 - Water Maintenance – routine flushing mains and hydrant
 - Meter Box repair and replace lids as needed
- **Watered plants at City Hall and park(s)



DATE: APRIL 13, 2015

TO: Honorable Mayor and Council Members

FROM:
Linda Harding, Accountant

SUBJECT: Financial Statements Thru February 2015

**City of Ovilla General Fund
Profit & Loss Budget Performance
October 2014 through February 2015**

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February 42%
Revenues					
4000100 · Taxes					
4000105 · Ad Valorem, Current	130,416	1,247,928	1,309,020	(61,092)	95%
4000110 · Ad Valorem, Delinquent	903	10,523	8,000	2,523	132%
4000113 · Interest/Penalties - Prop Tax	523	5,670	6,800	(1,130)	83%
4000120 · Sales Tax	18,519	68,128	198,200	(130,072)	34%
4000125 · Sales Tax - Street Improvement	4,630	17,032	49,100	(32,068)	35%
4000130 · Franchise Tax	0	6,014	150,000	(143,986)	4%
Total 4000100 · Taxes	154,990	1,355,295	1,721,120	(365,825)	79%
4000200 · Licenses and Permits					
4000208 · Building Permits					
4000210 · Residential Building Permits	6,390	41,836	60,000	(18,164)	70%
4000213 · Fire Inspection Permits	450	3,900	8,250	(4,350)	47%
4000214 · Misc Building Permits	1,861	7,127	11,000	(3,873)	65%
Total 4000208 · Building Permits	8,701	52,862	79,250	(26,388)	67%
4000230 · Plan Review Fee	1,437	8,765	12,000	(3,235)	73%
4000260 · Alarm Permits	140	635	2,400	(1,765)	26%
4000270 · Animal Tag Fees	396	816	2,000	(1,184)	41%
4000272 · Impound Fees	220	540	1,400	(860)	39%
4000290 · Misc Licenses and Permits	10	175	1,000	(825)	18%
Total 4000200 · Licenses and Permits	10,903	63,793	98,050	(34,257)	65%
4000400 · Charges for Services					
4000325 · ESD #2	0	0	160,000	(160,000)	0%
4000330 · ESD #4	0	6,248	18,745	(12,497)	33%
4000411 · Copies and Maps	6	13	100	(87)	13%
4000415 · Police Reports	0	12	150	(138)	8%
4000420 · Park Lights	1,000	1,000	350	650	286%
4000440 · Oak Leaf Animal Control	0	0	800	(800)	0%

City of Ovilla General Fund
Profit & Loss Budget Performance
 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
4000450 · Subdivision Fees	0	9,725	0	9,725	100%
4000480 · Solid Waste (Garbage)	19,929	91,609	200,000	(108,391)	46%
4000490 · Misc Charges for Services	51	1,306	2,500	(1,195)	52%
Total 4000400 · Charges for Services	20,986	109,913	382,645	(272,732)	29%
4000500 · Fines and Forfeitures					
4000535 · Omni Warrant Revenue	26	416	400	16	104%
4000510 · Fines - Police	4,252	24,507	85,500	(60,993)	29%
4000520 · Fines - Animal Control	0	244	1,000	(756)	24%
4000525 · Fines - Code Enforcement	758	1,330	2,000	(670)	67%
4000550 · Municipal Court Technology	88	515	0	515	100%
4000551 · Municipal Court Security	66	385	0	385	100%
4000590 · Misc Fines and Forfeitures	0	0	400	(400)	0%
Total 4000500 · Fines and Forfeitures	5,190	27,397	89,300	(61,903)	31%
4000800 · Other Revenue					
4000810 · Heritage Day	0	1,085	9,000	(7,915)	12%
4000818 · Lease Proceeds	0	0	1,165	(1,165)	0%
4000820 · Water Tower Lease	27,705	47,797	92,000	(44,203)	52%
4000840 · Interest Earned	475	1,975	5,500	(3,525)	36%
4000870 · Insurance Proceeds	0	326	0	326	100%
4000885 · Proceeds from Sale of Assets	0	84,630	0	84,630	100%
4000887 · HOA Revenue	0	249	1,015	(766)	25%
4000890 · Misc Other Revenue	140	1,667	4,000	(2,333)	42%
Total 4000800 · Other Revenue	28,319	137,729	112,680	25,049	122%
4000900 · Transfers In					
4000925 · Admin.Rev. received from 4B-EDC	0	625	2,500	(1,875)	25%
4000930 · Admin. Rev. Rec. From W&S Fund	1,680	31,340	125,361	(94,021)	25%
4000940 · Admin.Rev. Rec. from MDD Fund	0	125	500	(375)	25%

City of Ovilla General Fund
Profit & Loss Budget Performance
 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
4000990 · Reduction in Fund Balance	0	0	163,300	(163,300)	0%
Total Revenues	222,068	1,726,218	2,695,456	(969,238)	64%
Gross Resources	222,068	1,726,218	2,695,456	(969,238)	64%
Expenditures					
10 · Administration					
5101100 · Salaries & Wages					
5101110 · City Administrator	3,237	37,042	61,800	(24,758)	60%
5101115 · City Secretary	4,041	19,194	39,397	(20,203)	49%
5101117 · City Accountant	3,803	17,898	36,000	(18,102)	50%
5101120 · Admin. Support	2,288	10,868	21,653	(10,785)	50%
5101180 · Merit Raises, Staff	0	0	4,800	(4,800)	0%
Total 5101100 · Salaries & Wages	13,369	85,002	163,650	(78,648)	52%
5101400 · Support Staff					
5101490 · Overtime	0	0	625	(625)	0%
Total 5101400 · Support Staff	0	0	625	(625)	0%
5102100 · Employee Benefits					
5102112 · Affordable Health Care Act Fee	0	0	4,000	(4,000)	0%
5102110 · Group Insurance	1,859	11,957	20,895	(8,938)	57%
5102135 · TMRS	906	6,815	15,000	(8,185)	45%
5102160 · Worker's Compensation	0	726	610	116	119%
5102170 · Payroll Taxes	143	1,340	3,140	(1,800)	43%
5102180 · Unemployment Taxes	0	2,614	1,000	1,614	261%
5102196 · Indiv. Membership Dues	0	175	1,500	(1,325)	12%
Total 5102100 · Employee Benefits	2,908	23,628	46,145	(22,517)	51%
5102200 · Special Services					
5102210 · Tax Assessing & Collecting Fees	0	0	1,570	(1,570)	0%

City of Ovilla General Fund
Profit & Loss Budget Performance
 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5102220 · Tax Appraisal Fee	0	13,737	14,000	(263)	98%
5102230 · Legal Fees	1,335	5,423	25,000	(19,578)	22%
5102240 · Audit	0	5,050	7,605	(2,555)	66%
5102250 · Accounting	0	271	2,000	(1,729)	14%
5102260 · Engineering Fees	0	622	1,000	(378)	62%
Total 5102200 · Special Services	1,335	25,102	51,175	(26,073)	49%
5102300 · Contractual Services					
5102310 · Consultant Fees	0	7,291	20,000	(12,709)	36%
Total 5102300 · Contractual Services	0	7,291	20,000	(12,709)	36%
5102500 · Operating Services					
5102530 · Custodial Service Contract	265	1,325	3,600	(2,275)	37%
Total 5102500 · Operating Services	265	1,325	3,600	(2,275)	37%
5102600 · Special Expenses					
5102610 · Election - Payroll	0	0	850	(850)	0%
5102620 · Election - Supplies	0	52	2,500	(2,448)	2%
5102630 · Election Meeting Expense	0	0	100	(100)	0%
5102650 · Codification Book Update	0	375	3,300	(2,925)	11%
Total 5102600 · Special Expenses	0	427	6,750	(6,323)	6%
5103100 · General Supplies					
5103110 · Office Supplies	981	3,389	6,000	(2,611)	56%
5103140 · Uniforms	0	0	250	(250)	0%
Total 5103100 · General Supplies	981	3,389	6,250	(2,861)	54%
5103400 · Maintenance Supplies / Parts					
5103410 · Supplies - Custodial	4	172	1,200	(1,028)	14%
5103440 · Maintenance Agreement Expense	0	0	400	(400)	0%

City of Ovilla General Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5103460 · Miscellaneous	86	98	100	(2)	98%
Total 5103400 · Maintenance Supplies / Parts	89	269	1,700	(1,431)	16%
5104200 · Travel Expenses					
5104210 · Travel - Local	0	62	500	(438)	12%
5104220 · Professional Development	520	2,909	5,000	(2,091)	58%
5104222 · Professional Develop - Council	0	252	1,200	(948)	21%
5104225 · City Council Meal Expense	101	110	1,200	(1,090)	9%
5104230 · Professional Develop - In-House	0	0	200	(200)	0%
Total 5104200 · Travel Expenses	620	3,332	8,100	(4,768)	41%
5105200 · Data Processing Expenses					
5105230 · Data Proc-Maintenance & Repair	397	3,859	6,000	(2,141)	64%
5105240 · Data Processing - Software	35	4,056	10,000	(5,944)	41%
Total 5105200 · Data Processing Expenses	432	7,915	16,000	(8,085)	49%
5105300 · Printing Expense					
5105310 · Copier Expense	434	2,135	3,300	(1,165)	65%
5105320 · Printing - Newsletters	0	783	4,400	(3,617)	18%
5105330 · Printing - Forms	362	362	1,000	(638)	36%
5105350 · Printing - Other	0	437	500	(64)	87%
Total 5105300 · Printing Expense	796	3,717	9,200	(5,483)	40%
5105400 · Utilities					
5105410 · Telephone	109	545	1,400	(855)	39%
5105415 · Cellular Phone	147	667	2,680	(2,013)	25%
5105417 · Internet	101	436	840	(404)	52%
5105420 · Wireless Cards	38	202	1,100	(898)	18%
5105450 · Electricity	309	1,559	4,635	(3,076)	34%
Total 5105400 · Utilities	704	3,409	10,655	(7,246)	32%

City of Ovilla General Fund
Profit & Loss Budget Performance
 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5105500 · Repairs & Bldg Improvements					
5105520 · Repairs - Buildings	125	243	3,000	(2,757)	8%
5105540 · Repairs - Machinery & Equipment	0	0	500	(500)	0%
5105590 · Repairs - Other	10	145	500	(355)	29%
Total 5105500 · Repairs & Bldg Improvements	135	388	4,000	(3,612)	10%
5105600 · Insurance					
5105610 · Insurance - Property	0	485	1,250	(765)	39%
5105620 · Insurance - Liability	0	534	1,067	(534)	50%
5105630 · Insurance - Fidelity Bond	0	300	300	0	100%
5105635 · Public Officials Surety Bonds	0	0	900	(900)	0%
Total 5105600 · Insurance	0	1,319	3,517	(2,198)	38%
5105700 · Other Expenses					
5105705 · Postage	394	2,896	5,000	(2,104)	58%
5105710 · Cash - Over/Short	0	0	10	(10)	0%
5105725 · Records Management Expense	0	0	300	(300)	0%
5105730 · City - Memberships	0	1,300	2,100	(800)	62%
5105740 · Legal Notices/Advertisement	790	4,693	4,000	693	117%
5105752 · Employment Screening	0	0	400	(400)	0%
5105760 · Bank Service Charge	-35	-25	25	(50)	(100%)
5105764 · Filing Fees	116	146	500	(354)	29%
5105765 · Miscellaneous	0	1,058	2,000	(942)	53%
Total 5105700 · Other Expenses	1,265	10,068	14,335	(4,267)	70%
5106400 · Minor Capital Outlay					
5106440 · Machinery & Equipment	0	0	2,000	(2,000)	0%
5106465 · Furniture	0	0	1,000	(1,000)	0%
Total 5109000 · Reserves	0	0	64,469	(64,469)	0%

City of Ovilla General Fund
Profit & Loss Budget Performance
 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Total 10 · Administration	22,899	176,582	433,171	(256,589)	41%
20 · Police					
5201100 · Salaries & Wages					
5201120 · Police Chief	5,208	28,642	65,728	(37,086)	44%
5201143 · Command Staff	4,110	22,605	51,873	(29,268)	44%
5201150 · Certification Pay	185	1,015	2,400	(1,385)	42%
5201180 · Merit Raises - Staff	0	0	3,528	(3,528)	0%
Total 5201100 · Salaries & Wages	9,502	52,263	123,529	(71,266)	42%
5201400 · Support Salaries					
5201405 · Support Staff	1,842	10,129	23,234	(13,105)	44%
5201410 · Patrol	20,872	104,881	276,800	(171,919)	38%
5201415 · Certification Pay	69	415	5,100	(4,685)	8%
5201480 · Merit Raises	0	0	8,700	(8,700)	0%
5201490 · Overtime	1,334	6,291	7,200	(909)	87%
Total 5201400 · Support Salaries	24,117	121,716	321,034	(199,318)	38%
5202100 · Employee Benefits					
5202110 · Group Insurance	5,741	28,102	69,460	(41,358)	40%
5202135 · TMRS	2,860	12,306	27,000	(14,695)	46%
5202160 · Worker's Compensation	0	4,324	8,650	(4,326)	50%
5202170 · Payroll Taxes	589	2,748	7,400	(4,652)	37%
5202196 · Membership Dues	150	255	315	(60)	81%
Total 5202100 · Employee Benefits	9,340	47,735	112,825	(65,090)	42%
5202300 · Contractual Services					
5202355 · Contract Labor - Individual	0	80	500	(420)	16%
5202356 · Gingerbread House	0	1,000	1,000	0	100%
5202380 · Dispatch	0	6,938	13,875	(6,938)	50%
5202385 · Jail Expense	0	0	1,000	(1,000)	0%

City of Ovilla General Fund
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	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5202390 - Special Response Team	0	0	1,000	(1,000)	0%
5202395 - Contractual Services Other	0	0	1,000	(1,000)	0%
Total 5202300 - Contractual Services	0	8,018	18,375	(10,358)	44%
5202500 - Operating Services					
5202540 - Computer Maintenance	38	131	700	(569)	19%
5202560 - Internet Subscriptions	0	0	1,350	(1,350)	0%
Total 5202500 - Operating Services	38	131	2,050	(1,919)	6%
5202600 - Special Expenses					
5202675 - National Night Out	0	419	500	(81)	84%
Total 5202600 - Special Expenses	0	419	500	(81)	84%
5203100 - General Supplies					
5203110 - Office Supplies	222	868	1,500	(632)	58%
5203140 - Uniforms	186	1,413	3,500	(2,087)	40%
5203170 - Evidence Gathering	104	139	700	(561)	20%
Total 5203100 - General Supplies	512	2,420	5,700	(3,280)	42%
5203400 - Maintenance Supplies & Parts					
5203410 - Supplies - Custodial	0	249	600	(351)	42%
Total 5203400 - Maintenance Supplies & Parts	0	249	600	(351)	42%
5204200 - Travel Expenses					
5204210 - Travel - Local	0	0	300	(300)	0%
5204220 - Professional Development	159	926	2,000	(1,074)	46%
5204225 - Professional Dev - LEOSE	100	775	1,165	(390)	67%
5204270 - Vehicle Expenses	1,056	8,551	24,000	(15,449)	36%
Total 5204200 - Travel Expenses	1,315	10,252	27,465	(17,213)	37%

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October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5205200 · Data Processing Expenses					
5205220 · Data Proc - Equipment Rental	0	0	400	(400)	0%
5205240 · Data Processing - Software	0	16,638	17,500	(862)	95%
Total 5205200 · Data Processing Expenses	0	16,638	17,900	(1,262)	93%
5205300 · Printing Expenses					
5205310 · Copier Expense	82	410	1,500	(1,090)	27%
5205330 · Printing - Forms	0	45	300	(255)	15%
5205350 · Printing - Other	0	58	400	(342)	14%
Total 5205300 · Printing Expenses	82	513	2,200	(1,687)	23%
5205400 · Utilities					
5205410 · Telephone	109	562	1,600	(1,038)	35%
5205415 · Cellular Phone	116	581	1,350	(769)	43%
5205417 · Internet - PD	101	469	1,475	(1,006)	32%
5205420 · Wireless Cards	228	1,140	2,350	(1,210)	48%
5205450 · Electricity	398	1,967	4,120	(2,153)	48%
Total 5205400 · Utilities	952	4,720	10,895	(6,176)	43%
5205500 · Repairs & Building Improvements					
5205520 · Repairs - Building	811	1,111	1,517	(406)	73%
5205540 · Repairs- Machinery & Equipment	0	283	1,200	(917)	24%
5205550 · Repairs - Vehicles	567	2,265	7,500	(5,235)	30%
Total 5205500 · Repairs & Building Improvements	1,378	3,659	10,217	(6,558)	36%
5205600 · Insurance					
5205610 · Insurance - Property	0	815	1,641	(826)	50%
5205620 · Insurance - Liability	0	2,567	5,140	(2,573)	50%
5205640 · Insurance - Vehicle	0	1,183	2,400	(1,217)	49%

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 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Total 5205600 · Insurance	0	4,565	9,181	(4,616)	50%
5205700 · Other Expenses					
5205742 · Public Relations	0	0	200	(200)	0%
5205752 · Employment Screening	0	360	1,000	(640)	36%
5205765 · Miscellaneous	4	1,105	1,619	(514)	68%
Total 5205700 · Other Expenses	4	1,465	2,819	(1,354)	52%
5206400 · Minor Capital Outlay					
5206440 · Machinery & Equipment	0	1,753	1,150	603	152%
5206445 · Personal Protective Equipment	110	840	2,000	(1,160)	42%
Total 5206400 · Minor Capital Outlay	110	2,593	3,150	(557)	82%
Total 20 · Police	47,349	277,355	668,440	(391,085)	41%
25 · Municipal Court					
5251100 · Salaries & Wages					
5251140 · Municipal Judge	440	2,200	6,000	(3,800)	37%
Total 5251100 · Salaries & Wages	440	2,200	6,000	(3,800)	37%
5251400 · Support Staff					
5251405 · Support Staff	2,515	13,834	31,740	(17,906)	44%
5251420 · Jury Fees	0	0	200	(200)	0%
5251425 · City Prosecutor	85	2,177	8,500	(6,323)	26%
5251480 · Merit Raises	0	0	952	(952)	0%
5251490 · Overtime	0	29	1,400	(1,371)	2%
Total 5251400 · Support Staff	2,600	16,041	42,792	(26,751)	37%
5252100 · Employee Benefits					
5252110 · Group Insurance	630	3,155	6,950	(3,795)	45%
5252135 · TMRS	225	995	2,200	(1,205)	45%

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Profit & Loss Budget Performance
 October 2014 through February 2015

	Current		Year to Date	Budget	\$ Over (Under) Budget	% of Budget Thru February 42%
	February 2015	Oct 2014 - Feb 2015				
5252160 · Worker's Compensation	0	-110	120	(230)	(92%)	
5252170 · Payroll Taxes	36	201	475	(274)	42%	
5252196 · Membership Dues	0	0	25	(25)	0%	
Total 5252100 · Employee Benefits	891	4,240	9,770	(5,530)	43%	
5252300 · Contractual Services						
5252375 · Traffic Fines	0	5,082	32,000	(26,918)	16%	
Total 5252300 · Contractual Services	0	5,082	32,000	(26,918)	16%	
5252500 · Operating Services						
5252540 · Computer Maintenance	0	0	75	(75)	0%	
Total 5252500 · Operating Services	0	0	75	(75)	0%	
5253100 · General Supplies						
5253110 · Office Supplies	0	0	150	(150)	0%	
5253140 · Uniforms	0	0	50	(50)	0%	
Total 5253100 · General Supplies	0	0	200	(200)	0%	
5254200 · Travel Expenses						
5254210 · Travel - Local	0	0	25	(25)	0%	
Total 5254200 · Travel Expenses	0	0	25	(25)	0%	
5255200 · Data Processing Expenses						
5255240 · Data Processing - SW Maint.	0	1,860	1,860	(0)	100%	
Total 5255200 · Data Processing Expenses	0	1,860	1,860	(0)	100%	
5255300 · Printing Expense						
5255350 · Printing - Other	0	179	800	(621)	22%	
Total 5255300 · Printing Expense	0	179	800	(621)	22%	

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October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5255600 · Insurance					
5255620 · Insurance - Liability	0	158	315	(158)	50%
Total 5255600 · Insurance	0	158	315	(158)	50%
5255700 · Other Expenses					
5255765 · Miscellaneous	0	0	100	(100)	0%
5255768 · Collection Agency Fees	167	1,206	1,400	(194)	86%
5255770 · Warrant Fee State Comptroller	0	0	900	(900)	0%
5255772 · Warrant Fee - Omni	0	289	400	(111)	72%
Total 5255700 · Other Expenses	167	1,496	2,800	(1,304)	53%
Total 25 · Municipal Court	4,098	31,254	96,637	(65,383)	32%
30 · Fire					
5301100 · Salaries & Wages					
5301125 · Fire Chief	2,400	17,367	41,375	(24,008)	42%
5301140 · Fire Captains	3,488	21,715	100,723	(79,008)	22%
5301180 · Merit Raises - Staff	0	0	4,263	(4,263)	0%
Total 5301100 · Salaries & Wages	5,888	39,082	146,361	(107,279)	27%
5301400 · Support Salaries					
5301440 · Firefighters	20,990	111,193	223,060	(111,867)	50%
5301480 · Merit Raises	0	0	6,692	(6,692)	0%
5301485 · Volunteer Incentive Program	1,320	7,973	15,600	(7,627)	51%
Total 5301400 · Support Salaries	22,310	119,166	245,352	(126,186)	49%
5302100 · Employee Benefits					
5302135 · TMRS	0	805	2,000	(1,195)	40%
5302137 · Volunteer Retirement	108	216	500	(284)	43%
5302160 · Worker's Compensation	0	-517	8,350	(8,867)	(6%)

City of Ovilla General Fund
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October 2014 through February 2015

	Current		Year to Date	\$ Over (Under)	% of Budget Thru February 42%
	February 2015	Oct 2014 - Feb 2015			
5302170 · Payroll Taxes	2,056	10,789	27,000	(16,211)	40%
5302196 · Membership Dues	165	745	1,900	(1,155)	39%
Total 5302100 · Employee Benefits	2,329	12,038	39,750	(27,712)	30%
5302300 · Contractual Services					
5302310 · Consultant Fees	0	0	1,500	(1,500)	0%
5302380 · Dispatch	0	7,308	14,615	(7,308)	50%
5302385 · Emergency Transport Service	0	31,780	66,257	(34,478)	48%
Total 5302300 · Contractual Services	0	39,087	82,372	(43,285)	47%
5302500 · Operating Services					
5302510 · Maintenance Agreements	0	1,257	11,705	(10,448)	11%
5302540 · Computer Maintenance	0	75	1,500	(1,425)	5%
5302570 · Warning System Maintenance	0	0	780	(780)	0%
5302580 · Generator Maintenance	0	780	2,120	(1,340)	37%
Total 5302500 · Operating Services	0	2,112	16,105	(13,993)	13%
5302600 · Special Expenses					
5302675 · National Night Out	0	253	253	(0)	100%
Total 5302600 · Special Expenses	0	253	253	(0)	100%
5303100 · General Supplies					
5303110 · Office Supplies	0	348	1,600	(1,252)	22%
5303140 · Uniforms	0	1,659	5,000	(3,341)	33%
5303160 · Medical Supplies	19	2,307	5,000	(2,693)	46%
5303165 · Medical Support	0	56	500	(444)	11%
5303170 · Evidence Gathering	0	0	50	(50)	0%
5303175 · Education Aids	0	0	50	(50)	0%
Total 5303100 · General Supplies	19	4,370	12,200	(7,830)	36%

City of Ovilla General Fund
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 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5303400 · Maintenance Supplies & Parts					
5303410 · Supplies - Custodial	270	925	2,200	(1,275)	42%
5303420 · Building Alarm Maintenance	0	420	420	0	100%
Total 5303400 · Maintenance Supplies & Parts	270	1,345	2,620	(1,275)	51%
5304200 · Travel Expenses					
5304220 · Professional Development	0	353	1,300	(947)	27%
5304270 · Vehicle Expenses	723	6,511	10,000	(3,489)	65%
Total 5304200 · Travel Expenses	723	6,864	11,300	(4,436)	61%
5305200 · Data Processing Expenses					
5305230 · Data Proc-Maintenance & Repair	0	38	1,000	(963)	4%
5305240 · Data Processing - Software	2,916	2,916	2,850	66	102%
Total 5305200 · Data Processing Expenses	2,916	2,953	3,850	(897)	77%
5305300 · Printing Expense					
5305310 · Copier Expense	350	1,515	3,100	(1,585)	49%
5305330 · Printing - Forms	0	17	100	(83)	17%
Total 5305300 · Printing Expense	350	1,532	3,200	(1,668)	48%
5305400 · Utilities					
5305410 · Telephone	220	1,121	2,350	(1,229)	48%
5305415 · Cellular Phone	0	0	525	(525)	0%
5305417 · Internet - Fire Dept.	405	2,031	3,600	(1,569)	56%
5305430 · Natural Gas	210	1,107	2,400	(1,293)	46%
5305450 · Electricity	404	2,041	5,562	(3,521)	37%
Total 5305400 · Utilities	1,238	6,300	14,437	(8,137)	44%
5305500 · Repairs & Bldg Improvements					
5305520 · Repairs - Building	0	1,356	2,800	(1,444)	48%
5305540 · Repairs - Machinery & Equipment	168	3,963	19,000	(15,037)	21%

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 October 2014 through February 2015

	Current	Year to Date		\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015	Budget	(Under)	Thru February 42%
5305545 · Repairs - Apparatus	0	4,337	12,000	(7,663)	36%
5305550 · Repairs - Vehicles	0	2,971	3,500	(529)	85%
Total 5305500 · Repairs & Bldg Improvements	168	12,627	37,300	(24,673)	34%
5305600 · Insurance					
5305620 · Insurance - Liability	4,105	4,818	6,500	(1,682)	74%
5305640 · Insurance - Vehicle	0	4,744	10,200	(5,456)	47%
Total 5305600 · Insurance	4,105	9,562	16,700	(7,138)	57%
5305700 · Other Expenses					
5305705 · Postage	0	20	50	(30)	40%
5305752 · Employment Screening	0	32	165	(133)	19%
5305765 · Flags & Miscellaneous	0	85	100	(15)	85%
Total 5305700 · Other Expenses	0	137	315	(178)	44%
5306400 · Minor Capital Outlay					
5306440 · Machinery & Equipment	284	2,141	10,300	(8,159)	21%
5306445 · Personal Protective Equipment	0	2,704	20,247	(17,544)	13%
Total 5306400 · Minor Capital Outlay	284	4,845	30,547	(25,702)	16%
Total 30 · Fire	40,600	262,273	662,662	(400,389)	40%
40 · Community Services					
5401100 · Salaries & Wages					
5401135 · ACO/Code Enforcement Officer	3,170	17,472	40,000	(22,528)	44%
5401180 · Merit Raises - Staff	0		1,200	(1,200)	0%
5401190 · Overtime	267	1,531	2,850	(1,319)	54%
Total 5401100 · Salaries & Wages	3,437	19,003	44,050	(25,047)	43%
5402100 · Employee Benefits					
5402110 · Group Insurance	350	1,750	6,960	(5,210)	25%
5402135 · TMRS	311	1,380	2,800	(1,420)	49%

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	Current		Year to Date	Budget	\$ Over (Under) Budget	% of Budget Thru February 42%
	February 2015	Oct 2014 - Feb 2015				
5402160 · Worker's Compensation	0	157	245	(88)	64%	
5402170 · Payroll Taxes	56	305	600	(295)	51%	
5402190 · License	0	150	625	(475)	24%	
Total 5402100 · Employee Benefits	717	3,741	11,230	(7,489)	33%	
5402300 · Contractual Services						
5402315 · Contract Building Inspections	4,115	27,739	46,800	(19,061)	59%	
5402370 · Impound Fees	0	450	1,400	(950)	32%	
Total 5402300 · Contractual Services	4,115	28,189	48,200	(20,011)	58%	
5402600 · Special Expenses						
5402680 · Environmental Testing	0	500	2,300	(1,800)	22%	
5402685 · Clean up Day	0	0	100	(100)	0%	
Total 5402600 · Special Expenses	0	500	2,400	(1,900)	21%	
5403100 · General Supplies						
5403110 · Office Supplies	0	0	50	(50)	0%	
5403120 · Animal Care	0	0	150	(150)	0%	
5403122 · Pet Supplies	68	221	500	(279)	44%	
5403140 · Uniforms	0	285	350	(65)	81%	
Total 5403100 · General Supplies	68	506	1,050	(544)	48%	
5403400 · Maintenance Supplies & Parts						
5403460 · Miscellaneous	0	98	100	(2)	98%	
Total 5403400 · Maintenance Supplies & Parts	0	98	100	(2)	98%	
5404200 · Travel Expenses						
5404210 · Travel - Local	0	0	25	(25)	0%	
5404220 · Professional Development	0	0	200	(200)	0%	
5404270 · Vehicle Expenses	55	507	2,200	(1,693)	23%	
Total 5404200 · Travel Expenses	55	507	2,425	(1,918)	21%	

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	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February 42%
5405200 · Data Processing Expenses					
5405230 · Data Proc-Maintenance & Repairs	0	0	1,080	(1,080)	0%
Total 5405200 · Data Processing Expenses	0	0	1,080	(1,080)	0%
5405300 · Printing Expense					
5405330 · Printing - Forms	0	0	150	(150)	0%
Total 5405300 · Printing Expense	0	0	150	(150)	0%
5405400 · Utilities					
5405415 · Cellular Phone	79	397	550	(153)	72%
Total 5405400 · Utilities	79	397	550	(153)	72%
5405600 · Insurance					
5405610 · Insurance - Property	0	4	8	(4)	50%
5405620 · Insurance - Liability	0	106	215	(109)	49%
5405640 · Insurance - Vehicle	0	132	300	(169)	44%
Total 5405600 · Insurance	0	242	523	(282)	46%
5405700 · Other Expenses					
5405765 · Miscellaneous	0	30	100	(70)	30%
Total 5405700 · Other Expenses	0	30	100	(70)	30%
5406400 · Minor Capital Outlay					
5406440 · Machinery & Equipment	15	58	2,700	(2,642)	2%
Total 5406400 · Minor Capital Outlay	15	58	2,700	(2,642)	2%
Total 40 · Community Services	8,486	53,270	114,558	(61,288)	47%
45 · Solid Waste					
5455400 · Utilities					
5455465 · Solidwaste Pickup (Garbage)	16,692	83,460	204,661	(121,201)	41%

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October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Total 5455400 · Utilities	16,692	83,460	204,661	(121,201)	41%
Total 45 · Solid Waste	16,692	83,460	204,661	(121,201)	41%
50 · Streets					
5501400 · Support Staff					
5501415 · Maintenance Crew	1,906	10,428	24,044	(13,616)	43%
5501480 · Merit Raises	0	0	721	(721)	0%
5501490 · Overtime	0	697	1,575	(878)	44%
5501500 · Streets - On Call	0	250	700	(450)	36%
Total 5501400 · Support Staff	1,906	11,375	27,040	(15,665)	42%
5502100 · Employee Benefits					
5502110 · Group Insurance	630	3,155	6,960	(3,805)	45%
5502135 · TMRS	170	822	1,700	(878)	48%
5502160 · Worker's Compensation	0	415	1,340	(925)	31%
5502170 · Payroll Taxes	27	162	360	(198)	45%
5502190 · License	0	0	122	(122)	0%
Total 5502100 · Employee Benefits	827	4,553	10,482	(5,929)	43%
5502200 · Special Services					
5502280 · NCTCOG- SWMP Fees	0	1,556	6,400	(4,844)	24%
Total 5502200 · Special Services	0	1,556	6,400	(4,844)	24%
5502600 · Special Expenses					
5502620 · Emergency Clean Up	0	0	2,250	(2,250)	0%
Total 5502600 · Special Expenses	0	0	2,250	(2,250)	0%
5503100 · General Supplies					
5503110 · Office Supplies	0	0	100	(100)	0%

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October 2014 through February 2015

	Current		Year to Date	Budget	\$ Over (Under) Budget	% of Budget Thru February 42%
	February 2015	Oct 2014 - Feb 2015				
5503140 · Uniforms	0	425	500	(75)	85%	
Total 5503100 · General Supplies	0	425	600	(175)	71%	
5503400 · Maintenance Supplies & Parts						
5503405 · Drainage Maintenance	0	0	500	(500)	0%	
5503420 · Supplies - Street Signs	315	754	2,000	(1,246)	38%	
5503460 · Miscellaneous	0	0	300	(300)	0%	
Total 5503400 · Maintenance Supplies & Parts	315	754	2,800	(2,046)	27%	
5504200 · Travel Expenses						
5504220 · Professional Development	24	24	500	(476)	5%	
5504270 · Vehicle Expenses	189	755	6,500	(5,745)	12%	
Total 5504200 · Travel Expenses	213	779	7,000	(6,221)	11%	
5505300 · Printing Expense						
5505350 · Printing - Other	0	311	350	(39)	89%	
Total 5505300 · Printing Expense	0	311	350	(39)	89%	
5505400 · Utilities						
5505450 · Electricity	3,755	18,756	45,000	(26,244)	42%	
Total 5505400 · Utilities	3,755	18,756	45,000	(26,244)	42%	
5505500 · Repairs & Bldg Improvements						
5405520 · Repairs - Building	0	0	500	(500)	0%	
5505540 · Repairs - Machinery & Equipment	0	38	3,500	(3,462)	1%	
5505550 · Repairs - Vehicles	236	657	2,400	(1,743)	27%	
5505560 · Repairs -Street Maint.& Repairs	1,580	4,916	50,000	(45,084)	10%	
5505565 · Repairs - Infrastruct Drainage	0	0	3,000	(3,000)	0%	
5505590 · Repairs - Other	0	0	1,500	(1,500)	0%	
Total 5505500 · Repairs & Bldg Improvements	1,816	5,611	60,900	(55,289)	9%	

**City of Ovilla General Fund
Profit & Loss Budget Performance**

October 2014 through February 2015

	Current	Year to Date		\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015	Budget	(Under) Budget	Thru February 42%
5505600 · Insurance					
5505620 · Insurance - Liability	0	569	1,140	(571)	50%
5505640 · Insurance - Vehicle	0	1,867	3,460	(1,593)	54%
Total 5505600 · Insurance	0	2,436	4,600	(2,164)	53%
5505700 · Other Expenses					
5505752 · Employment Screening	0	5	150	(145)	3%
Total 5505700 · Other Expenses	0	5	150	(145)	3%
5506400 · Minor Capital Outlay					
5506440 · Machinery & Equipment	0	430	3,000	(2,570)	14%
5506445 · Personal Protective Equipment	0	0	300	(300)	0%
5506490 · Other	0	0	850	(850)	0%
Total 5506400 · Minor Capital Outlay	0	430	4,150	(3,720)	10%
5507400 · Capitalized Assets					
5507440 · Machinery & Equipment	0	0	7,000	(7,000)	0%
5507460 · Infrastructure	0	7,500	313,200	(305,700)	2%
Total 5507400 · Capitalized Assets	0	7,500	320,200	(312,700)	2%
Total 50 · Streets	8,832	54,492	491,922	(437,430)	11%
60 · Parks					
5602400 · Rentals					
5602490 · Rental - Other	210	1,048	2,900	(1,852)	36%
Total 5602400 · Rentals	210	1,048	2,900	(1,852)	36%
5602600 · Special Expenses					
5602680 · Heritage Day	0	470	8,000	(7,530)	6%

City of Ovilla General Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February 42%
Total 5602600 · Special Expenses	0	470	8,000	(7,530)	6%
5603400 · Maintenance Supplies & Parts					
5603460 · Miscellaneous	0	0	300	(300)	0%
Total 5603400 · Maintenance Supplies & Parts	0	0	300	(300)	0%
5605400 · Utilities					
5605450 · Electricity	669	3,224	8,300	(5,076)	39%
Total 5605400 · Utilities	669	3,224	8,300	(5,076)	39%
5605500 · Repairs & Bldg Improvements					
5605520 · Repairs - Building	0	0	250	(250)	0%
5605530 · REPAIRS-IMP OTHER THAN BLDGS	697	1,041	1,000	41	104%
Total 5605500 · Repairs & Bldg Improvements	697	1,041	1,250	(209)	83%
5605600 · Insurance					
5605610 · Insurance - Property	0	57	115	(59)	49%
5605620 · Insurance - Liability	0	241	500	(260)	48%
5605640 · Insurance - Vehicle	0	111	240	(130)	46%
Total 5605600 · Insurance	0	408	855	(448)	48%
5605700 · Other Expenses					
5605765 · Miscellaneous	0	101	300	(199)	34%
Total 5605700 · Other Expenses	0	101	300	(199)	34%
5606400 · Minor Capital Outlay					
5606410 · Land Improvements	0	0	500	(500)	0%
5606440 · Machinery & Equipment	0	0	500	(500)	0%
Total 5606400 · Minor Capital Outlay	0	0	1,000	(1,000)	0%
5607400 · Capitalized Assets					

City of Ovilla General Fund
Profit & Loss Budget Performance
 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5607440 · Machinery & Equipment	0	90	500	(410)	18%
Total 5607400 · Capitalized Assets	0	90	500	(410)	18%
Total 60 · Parks	1,576	6,381	23,405	(17,024)	27%
Total Expenditures	150,533	945,067	2,695,456	(1,750,389)	35%
Net Change in Fund Balance	71,536	781,151	0	781,151	100%

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Resources					
4000400 · Charges for Services					
4000460 · Water Sales	45,883	374,770	930,000	(555,230)	40%
4000461 · Sewer Service	29,923	154,552	391,569	(237,017)	39%
4000465 · Water & Sewer Penalties	1,389	8,999	18,000	(9,001)	50%
4000471 · Reconnect Fees	528	2,389	5,000	(2,611)	48%
4000472 · Meters	0	1,725	1,000	725	173%
4000473 · Connect Fees	213	1,113	2,000	(887)	56%
4000478 · Infrastructure Improvement Fee	5,140	23,932	60,000	(36,068)	0
4000480 · Solid Waste Fees (Garbage)	(1,255)	(1,255)	0	(1,255)	100%
Total 4000400 · Charges for Services	81,820	566,225	1,407,569	(841,344)	40%
4000800 · Other Revenue					
4000880 · Capital Rec Fee	3,750	27,500	37,500	(10,000)	73%
4000840 · Interest Earned	240	1,286	2,600	(1,314)	49%
4000890 · Misc Other Revenue	0	1,500	1,000	500	150%
Total 4000800 · Other Revenue	3,990	30,286	41,100	(10,814)	74%
Total Resources	85,810	596,510	1,448,669	(852,159)	41%
Expense					
70 · Administration					
5701100 · Salaries & Wages					
5701110 · City Administrator	0	4,754	20,600	(15,846)	23%
5701115 · City Secretary	0	3,031	13,133	(10,102)	23%
5701117 · Finance Accountant	0	2,797	12,000	(9,203)	23%
5701120 · Part Time Admin. Support	0	1,716	7,218	(5,502)	24%
5701130 · Public Works Director	4,030	22,164	50,862	(28,698)	44%
5701180 · Merit Raises, Staff	0	0	3,200	(3,200)	0%
Total 5701100 · Salaries & Wages	4,030	34,462	107,013	(72,551)	32%

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date		\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015	Budget	(Under) Budget	Thru February 42%
5702100 · Employee Benefits					
5702110 · Group Insurance	630	3,155	6,960	(3,805)	45%
5702135 · TMRS	364	1,608	3,400	(1,792)	47%
5702170 · Payroll Taxes	58	321	780	(459)	41%
Total 5702100 · Employee Benefits	1,053	5,084	11,140	(6,056)	46%
5702200 · Special Services					
5702230 · Legal Fees	0	0	1,000	(1,000)	0%
5702240 · Audit	0	5,050	5,780	(730)	87%
5702250 · Accounting	0	107	1,000	(893)	11%
Total 5702200 · Special Services	0	5,157	7,780	(2,623)	66%
5702300 · Contractual Services /Personnel					
5702310 · Consultant Fees	262	3,175	3,500	(325)	91%
Total 5702300 · Contractual Services /Personnel	262	3,175	3,500	(325)	91%
5703100 · General Supplies					
5703110 · Office Supplies	0	375	700	(325)	54%
Total 5703100 · General Supplies	0	375	700	(325)	54%
5703400 · Maintenance Supplies / Parts					
5703410 · Supplies - Custodial	0	0	200	(200)	0%
Total 5703400 · Maintenance Supplies / Parts	0	0	200	(200)	0%
5704200 · Travel Expenses					
5704210 · Travel - Local	0	164	200	(36)	82%
5704220 · Professional Development	0	0	750	(750)	0%
Total 5704200 · Travel Expenses	0	164	950	(786)	17%
5705200 · Data Processing Expenses					

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5705240 · Data Processing - Software	0	0	400	(400)	0%
Total 5705200 · Data Processing Expenses	0	0	400	(400)	0%
5705300 · Printing Expense					
5705350 · Printing - Other	0	0	250	(250)	0%
Total 5705300 · Printing Expense	0	0	250	(250)	0%
5705400 · Utilities					
5705410 · Telephone	109	545	1,350	(805)	40%
5705415 · Cellular Phone	74	372	450	(78)	83%
5705417 · Internet	101	436	825	(389)	53%
Total 5705400 · Utilities	284	1,353	2,625	(1,272)	52%
5705700 · Other Expenses					
5705705 · Postage	841	3,710	6,600	(2,890)	56%
5705740 · Advertising	0	0	300	(300)	0%
5705760 · Bank Service Charge	10	(85)	200	(285)	(42%)
5705765 · Miscellaneous	0	0	100	(100)	0%
5705775 · Credit Card Transaction Fee	114	692	3,000	(2,308)	23%
Total 5705700 · Other Expenses	965	4,317	10,200	(5,883)	42%
5706400 · Minor Capital Outlay					
5706440 · Machinery & Equipment	0	0	500	(500)	0%
Total 5706400 · Minor Capital Outlay	0	0	500	(500)	0%
5709000 · Reserve					
5708215 · Admin. Exp. to General Fund	1,680	31,340	125,361	(94,021)	25%
5709002 · Capital Improv. Water Reserve	0	0	16,730	(16,730)	0%
5709003 · Capital Improv. Sewer Reserve	0	0	23,400	(23,400)	0%
5709010 · Administrative Reserves	0	0	5,700	(5,700)	0%
Total 5709000 · Reserve	1,680	31,340	171,191	(139,851)	18%

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Total 70 · Administration	8,274	85,426	316,449	(231,023)	27%
75 · Water					
5751100 · Salaries & Wages					
5751133 · Superintendent	3,154	17,346	42,000	(24,654)	41%
5751180 · Merit Raises - Staff	0	0	1,260	(1,260)	0%
Total 5751100 · Salaries & Wages	3,154	17,346	43,260	(25,914)	40%
5751400 · Support Salaries					
5751405 · Support Staff	3,107	14,491	29,702	(15,211)	49%
5751415 · Maintenance Crew	2,494	13,961	51,350	(37,389)	27%
5751430 · Seasonal Crew	0	0	3,000	(3,000)	0%
5751450 · Certification Pay	69	381	1,200	(819)	32%
5751480 · Merit Raises	0	0	2,432	(2,432)	0%
5751490 · Overtime	0	206	4,000	(3,794)	5%
5751500 · Water - On Call	0	0	1,000	(1,000)	0%
Total 5751400 · Support Salaries	5,670	29,039	92,684	(63,645)	31%
5752100 · Employee Benefits					
5752110 · Group Insurance	1,960	8,409	26,010	(17,601)	32%
5752135 · TMRS	785	3,448	9,800	(6,352)	35%
5752160 · Worker's Compensation	0	1,293	3,150	(1,857)	41%
5752170 · Payroll Taxes	136	739	2,260	(1,521)	33%
5752190 · Licenses	0	111	222	(111)	50%
Total 5752100 · Employee Benefits	2,881	14,001	41,442	(27,441)	34%
5752300 · Contractual Services/Personnel					
5752350 · Contract Labor - Company	0	0	0	0	0%
5752380 · Dispatch	0	4,505	10,270	(5,765)	44%
Total 5752300 · Contractual Services/Personnel	0	4,505	10,270	(5,765)	44%

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5752400 · Rentals					
5752420 · Rental - Machinery & Equipment	0	0	500	(500)	0%
Total 5752400 · Rentals	0	0	500	(500)	0%
5752500 · Operating Services					
5752580 · Water Testing	64	701	4,000	(3,299)	18%
5752590 · TCEQ Fees	0	2,614	3,000	(386)	87%
Total 5752500 · Operating Services	64	3,315	7,000	(3,685)	47%
5753100 · General Supplies					
5753140 · Uniforms	0	1,398	1,500	(102)	93%
Total 5753100 · General Supplies	0	1,398	1,500	(102)	93%
5753400 · Maintenance Supplies & Parts					
5753460 · Miscellaneous	0	11	300	(289)	4%
Total 5753400 · Maintenance Supplies & Parts	0	11	300	(289)	4%
5754200 · Travel Expenses					
5754220 · Professional Development	460	700	750	(50)	93%
5754270 · Vehicle Expenses	373	3,903	9,000	(5,097)	43%
Total 5754200 · Travel Expenses	833	4,603	9,750	(5,147)	47%
5755200 · Data Processing Expenses					
5755230 · Data Proc-Maintenance & Repairs	0	371	1,300	(929)	29%
5755240 · Data Processing - Software	0	3,434	4,200	(766)	82%
Total 5755200 · Data Processing Expenses	0	3,805	5,500	(1,695)	69%
5755300 · Printing Expenses					
5755310 · Copier Expense	0	0	2,700	(2,700)	0%
5755350 · Printing - Other	0	997	1,500	(503)	66%

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Total 5755300 · Printing Expenses	0	997	4,200	(3,203)	24%
5755400 · Utilities					
5755415 · Cellular Phone	106	531	1,500	(969)	35%
5755450 · Electricity	2,487	11,179	22,660	(11,481)	49%
5755460 · Water, wholesale	19,605	129,307	360,500	(231,193)	36%
Total 5755400 · Utilities	22,198	141,018	384,660	(243,642)	37%
5755500 · Repairs & Building Improvements					
5755540 · Repairs- Machinery & Equipment	0	2,010	5,000	(2,990)	40%
5755550 · Repairs - Vehicles	0	218	2,000	(1,782)	11%
5755570 · Inventory Expense	741	3,312	10,000	(6,688)	33%
5755580 · Water Chemical Expense	550	3,792	8,000	(4,208)	47%
5755590 · Repairs - Other	0	2,498	3,000	(502)	83%
Total 5755500 · Repairs & Building Improvements	1,291	11,830	28,000	(16,170)	42%
5755600 · Insurance					
5755610 · Insurance - Property	0	1,322	2,643	(1,322)	50%
5755620 · Insurance - Liability	0	804	1,750	(947)	46%
5755640 · Insurance - Vehicle	0	308	1,600	(1,292)	19%
Total 5755600 · Insurance	0	2,433	5,993	(3,560)	41%
5755700 · Other Expenses					
5755752 · Employment Screening	0	0	300	(300)	0%
Total 5755700 · Other Expenses	0	0	300	(300)	0%
5756400 · Minor Capital Outlay					
5756440 · Machinery & Equipment	0	0	500	(500)	0%
5756490 · Other	0	0	500	(500)	0%
Total 5756400 · Minor Capital Outlay	0	0	1,000	(1,000)	0%

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5757400 · Capitalized Assets					
5757440 · Machinery & Equipment	0	0	2,200	(2,200)	0%
5757450 · Vehicles	0	23,770	23,770	0	100%
5757470 · Infrastructure - Water	0	945	6,000	(5,055)	16%
Total 5757400 · Capitalized Assets	0	24,715	31,970	(7,255)	77%
5757900 · Long-Term Debt					
5758225 · Admin. Expense to Debt Fund	333	31,233	124,930	(93,698)	25%
Total 5757900 · Long-Term Debt	333	31,233	124,930	(93,698)	25%
Total 75 · Water	36,422	290,248	793,259	(503,011)	37%
80 · Sewer					
5801400 · Support Salaries					
5801405 · Support Staff	0	2,667	9,900	(7,233)	27%
5801415 · Maintenance Crew	5,750	33,707	55,702	(21,995)	61%
5801450 · Certification Pay	69	381	1,210	(829)	31%
5801480 · Merit Raises	0	0	1,968	(1,968)	0%
5801490 · Overtime	306	2,094	2,650	(556)	79%
5801500 · Sewer - On Call	150	550	1,150	(600)	48%
Total 5801400 · Support Salaries	6,275	39,400	72,580	(33,180)	54%
5802100 · Employee Benefits					
5802110 · Group Insurance	1,260	7,009	15,650	(8,641)	45%
5802135 · TMRS	557	2,601	3,900	(1,299)	67%
5802160 · Worker's Compensation-Sewer	0	1,293	2,730	(1,437)	47%
5802170 · Payroll Taxes	89	520	980	(460)	53%
5802190 · Licenses	0	111	222	(111)	50%
Total 5802100 · Employee Benefits	1,906	11,534	23,482	(11,948)	49%

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5802300 · Contractual Services/Personnel					
5802350 · Contract Labor - Company	0	1,500	2,000	(500)	75%
Total 5802300 · Contractual Services/Personnel	0	1,500	2,000	(500)	75%
5802500 · Operating Services					
5802515 · Sardis Collection Expense	647	2,536	2,500	36	101%
5802590 · TCEQ Fees - Sewer	0	0	100	(100)	0%
Total 5802500 · Operating Services	647	2,536	2,600	(64)	98%
5803100 · General Supplies					
5803140 · Uniforms	0	917	1,000	(83)	92%
Total 5803100 · General Supplies	0	917	1,000	(83)	92%
5803400 · Maintenance Supplies & Parts					
5803460 · Miscellaneous	0	0	500	(500)	0%
Total 5803400 · Maintenance Supplies & Parts	0	0	500	(500)	0%
5804200 · Travel Expenses					
5804220 · Professional Development	75	300	500	(200)	60%
5804270 · Vehicle Expense	178	338	1,500	(1,162)	23%
Total 5804200 · Travel Expenses	253	638	2,000	(1,362)	32%
5805400 · Utilities					
5805450 · Electricity	184	952	2,781	(1,829)	34%
5805463 · TRA Wastewater Treatment	18,666	186,662	216,000	(29,338)	86%
Total 5805400 · Utilities	18,850	187,614	218,781	(31,167)	86%
5805500 · Repairs & Bldg Improvements					
5805510 · Repairs - Land Improvements	0	28	300	(272)	9%
5805540 · Repairs - Machinery & Equipment	216	4,916	6,500	(1,584)	76%
5805570 · Inventory Expense	49	1,491	2,000	(509)	75%

Ovilla W&S Utility Fund
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	Febraru 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
5805590 · Repairs - Other	0	499	500	(1)	100%
Total 5805500 · Repairs & Bldg Improvements	265	6,934	9,300	(2,366)	75%
5805600 · Insurance					
5805610 · Insurance - Property	0	28	93	(66)	30%
5805620 · Insurance - Liability	0	186	375	(190)	49%
5805640 · Insurance - Vehicle	0	19	50	(31)	38%
Total 5805600 · Insurance	0	232	518	(286)	45%
5805700 · Other Expenses					
5805752 · Employment Screening	0	0	200	(200)	0%
Total 5805700 · Other Expenses	0	0	200	(200)	0%
5807400 · Capitalized Assets					
5807440 · Machinery & Equipment	0	5,973	6,000	(27)	100%
Total 5807400 · Capitalized Assets	0	5,973	6,000	(27)	100%
Total 80 · Sewer	28,195	257,278	338,961	(81,683)	76%
Total Expense	72,891	632,951	1,448,669	(815,718)	44%
Change in Net Position	12,919	(36,441)	0	(36,441)	100%

**Ovilla Debt Service
Profit & Loss Budget Performance**

October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February 42%
Revenues					
4000100 · Taxes					
4000107 · Ad Valorem, Current I & S	41,367	395,834	415,211	(19,377)	95%
4000111 · Ad Valorem, Delinquent I & S	311	3,980	3,570	410	111%
4000114 · Interest/Penalties - I & S	172	2,183	2,844	(661)	77%
Total 4000100 · Taxes	41,849	401,998	421,625	(19,627)	95%
4000800 · Other Revenue					
4000840 · Interest Earned	62	130	770	(640)	17%
4000900 · Reduction of Reserve Fund Bal.	-	-	28,500	(28,500)	0%
4000930 · Admin.Rev.Rec.Fr Water & Sewer	333	31,233	124,930	(93,698)	25%
Total 4000800 · Other Revenue	394	31,362	154,200	(122,838)	20%
Total Revenues	42,243	433,360	575,825	(142,465)	75%
Expenditures					
5157900 · Long-Term Debt					
5157930 · Paying Agent Fees	-	-	500	(500)	0%
51579349 - 2011 Bond Issue Principle	-	-	365,000	(365,000)	0%
5157940 · 2011 Bond Issue Interest	105,563	105,563	210,325	(104,763)	50%
Total 5157900 · Long-Term Debt	105,563	105,563	575,825	(470,263)	18%
Total Expenditures	105,563	105,563	575,825	(470,263)	18%
Net Change in Fund Balance	(63,319)	327,797	-	327,797	100%

**City of Ovilla Capital Projects Fund
Profit & Loss Budget Performance**

October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Revenues					
4000800 · Other Revenue					
4000845 · Interest Earned - Texstar	0	0	1	(1)	14%
4000850 · Interest Earned - Prosperity	20	107	255	(148)	42%
Total 4000800 · Other Revenue	20	108	256	(148)	42%
Total Revenues	20	108	256	(148)	42%
Expense					
5879000 · Reserves					
5879010 · Admin Reserves	0	0	256	(256)	0%
Total 5879000 · Reserves	0	0	256	(256)	0%
Total Expense	0	0	256	(256)	0%
Change in Net Position	20	108	0	108	100%

**Ovilla Park Impact Fund
Profit & Loss Budget Performance
October 2014 through February 2015**

	Current	Year to Date		\$ Over (Under)	% of Budget Thru February
	February 2015	Oct 2014 - Feb 2015	Budget	Budget	42%
Revenues					
4000400 · Charges for Services					
4000460 · Park Impact	1,004	7,025	10,000	(2,975)	70%
Total 4000400 · Charges for Services	1,004	7,025	10,000	(2,975)	70%
4000800 · Other Revenue					
4000840 · Interest Earned	8	43	45	(2)	95%
Total 4000800 · Other Revenue	8	43	45	(2)	95%
Total Revenues	1,012	7,068	10,045	(2,977)	70%
Expenditures					
5606400 · Minor Capital Outlay					
5606410 · Land Improvements	0	0	500	(500)	0%
Total 5606400 · Minor Capital Outlay	0	0	500	(500)	0%
5607400 · Capitalized Assets					
5607440 · Capital Machinery & Equipment	0	0	3,500	(3,500)	0%
Total 5607400 · Capitalized Assets	0	0	3,500	(3,500)	0%
5609000 · Reserves					
5609035 · Park Impact Reserves	0	0	6,045	(6,045)	0%
Total 5609000 · Reserves	0	0	6,045	(6,045)	0%
Total Expenditures	0	0	10,045	(10,045)	0%
Net Change in Fund Balance	1,012	7,068	0	7,068	100%

Ovilla W&S Impact Fee Fund
Profit & Loss Budget Performance

October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 -Feb 2015		(Under)	Thru February
				Budget	42%
Revenues					
4000400 · Charges for Services					
4000477 · Sewer Impact Fee	4,200	9,350	2,610	6,740	358%
Total 4000400 · Charges for Services	4,200	9,350	2,610	6,740	358%
4000800 · Other Revenue					
4000840 · Interest Earned	12	43	195	(152)	22%
4000880 · Transfer In - Water Impact	0	0	73,505	(73,505)	0%
Total 4000800 · Other Revenue	12	43	73,700	(73,657)	0%
Total Revenues	4,212	9,393	76,310	(66,917)	12%
Expense					
5755500 - Repairs					
5755560 - Repairs - Water Lines	0	0	55,000	(55,000)	0%
5755500 - Repairs - Other	0	0	18,700	(18,700)	0%
Total 5755500 · Reserves	0	0	73,700	(73,700)	0%
5859000 · Reserves					
5859030 · Sewer Impact Fees Reserve	0	0	2,610	(2,610)	0%
Total 5859000 · Reserves	0	0	2,610	(2,610)	0%
Total Expense	0	0	76,310	(76,310)	0%
Change in Net Position	4,212	9,393	0	9,393	100%

Ovilla 4B Economic Development Corporation

Profit & Loss Budget Performance

October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Revenues					
4000100 · Taxes					
4000120 · Sales tax	9,260	34,064	98,500	(64,436)	35%
Total 4000100 · Taxes	9,260	34,064	98,500	(64,436)	35%
4000800 · Other Revenue					
4000840 · Interest Income	97	508	785	(277)	65%
Total 4000800 · Other Revenue	97	508	785	(277)	65%
Total Revenues	9,356	34,572	99,285	(64,713)	35%
Expenditures					
8102200 · Special Services					
8102230 · Legal Fees	0	0	500	(500)	0%
8102240 · Audit	0	0	1,600	(1,600)	0%
Total 8102200 · Special Services	0	0	2,100	(2,100)	0%
8102300 · Consultant Services					
8102310 · Consultant Fees	0	0	20,000	(20,000)	0%
Total 8102300 · Consultant Services	0	0	20,000	(20,000)	0%
8103100 · General Supplies	0				
8103110 · Office Supplies	0	0	100	(100)	0%
Total 8103100 · General Supplies	0	0	100	(100)	0%
8104200 · Travel Expense					
8104210 · Travel Expense	0	504	1,000	(496)	50%
8104220 · Professional Development	0	950	2,300	(1,350)	41%
Total 8104200 · Travel Expense	0	1,454	3,300	(1,846)	44%

Ovilla 4B Economic Development Corporation

Profit & Loss Budget Performance

October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
8105300 · - Printing					
8105320 · Printing Expense	0	0	300	(300)	0%
Total 8105300 · - Printing	0	0	300	(300)	0%
8105500 · - Projects					
8105560 · Sewer Line	0	0	45,000	(45,000)	0%
Total 8105500 · - Projects	0	0	45,000	(45,000)	0%
8105600 · Insurance					
8105620 · Insurance - Liability	0	147	295	(149)	50%
Total 8105600 · Insurance	0	147	295	(149)	50%
8105700 · Other Expenses					
8105705 · Postage	0	0	100	(100)	0%
8105730 · Memberships	0	0	165	(165)	0%
8105740 · Advertising	0	3,234	5,300	(2,066)	61%
8105765 · Business Expense	0	0	1,000	(1,000)	0%
Total 8105700 · Other Expenses	0	3,234	6,565	(3,331)	49%
8109000 · Reserves					
8109015 · Administrative Reserves	0	0	19,125	(19,125)	0%
8109215 · Admin. Expense to General Fund	0	625	2,500	(1,875)	25%
Total 8109000 · Reserves	0	625	21,625	(21,000)	3%
Total Expenditures	0	5,460	99,285	(93,825)	5%
Net Change in Fund Balance	9,356	29,112	0	29,112	100%

Ovilla Municipal Development District Profit & Loss Budget Performance

October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February
				Budget	42%
Revenues					
4000100 · Taxes					
4000120 · Sales tax	3,376	12,799	30,000	(17,201)	43%
Total 4000100 · Taxes	3,376	12,799	30,000	(17,201)	43%
4000800 · Other Revenue					
4000840 · Interest Income	26	134	160	(26)	84%
Total 4000800 · Other Revenue	26	134	160	(26)	84%
Total Revenues	3,402	12,933	30,160	(17,227)	43%
Expenditures					
9102200 · Special Services					
9102230 · Legal Fees	0	0	250	(250)	0%
9102240 · Audit	0	0	1,600	(1,600)	0%
9102250 · Accounting	0	0	250	(250)	0%
Total 9102200 · Special Services	0	0	2,100	(2,100)	0%
9102300 · Consultant Services					
9102310 · Consultant Fees	0	0	500	(500)	0%
Total 9102300 · Consultant Services	0	0	500	(500)	0%
9103100 · General Supplies					
9103110 · Office Supplies	0	0	100	(100)	0%
Total 9103100 · General Supplies	0	0	100	(100)	0%
9104200 · Travel Expense					
9104220 · Professional Development	0	0	250	(250)	0%
Total 9104200 · Travel Expense	0	0	250	(250)	0%

**Ovilla Municipal Development District
Profit & Loss Budget Performance**

October 2014 through February 2015

	Current	Year to Date		\$ Over (Under)	% of Budget Thru February
9105600 · Insurance					
9105620 · Insurance - Liability	0	147	295	(149)	50%
Total 9105600 · Insurance	0	147	295	(149)	50%
9105700 · Other Expenses					
9105705 · Postage	0	0	25	(25)	0%
Total 9105700 · Other Expenses	0	0	25	(25)	0%
9109000 · Reserves					
9109015 · Administrative Reserves	0	0	26,390	(26,390)	0%
9109215 · Admin. Expense to General Fund	0	125	500	(375)	25%
Total 9109000 · Reserves	0	125	26,890	(26,765)	0%
Total Expenditures	0	272	30,160	(29,889)	1%
Net Change in Fund Balance	3,402	12,662	0	12,662	100%

Ovilla Employee Benefit Trust
Profit & Loss Budget Performance
October 2014 through February 2015

	Current	Year to Date		\$ Over (Under)	% of Budget Thru February 42%
	February 2015	Oct 2014 - Feb 2015	Budget	Budget	
Revenues					
4000991 · Insurance Contributions					
4000991 Insurance Contributions	12,696	65,103	0	65,103	100%
Total 4000991 · Insurance Contributions	12,696	65,103	0	65,103	100%
4000800 - Other Income					
4000840 - Interest Income	0	1	0	1	100%
Total Revenues	12,696	65,104	0	65,104	100%
Expenditures					
5902110 · Benefit Premiums					
5902110 · Benefit Premiums	12,614	76,288	0	76,288	100%
Total 5902110 · Insurance	12,614	76,288	0	76,288	100%
Total Expenditures	12,614	76,288	0	76,288	100%
Net Change in Fund Balance	82	(11,184)	0	(11,184)	100%

Ovilla Fire Department Auxiliary
Profit & Loss Budget Performance
 October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over	% of Budget
	February 2015	Oct 2014 - Feb 2015		(Under)	Thru February 42%
Revenues					
4000800 · Other Revenue					
4000815 · Gifts	0	2,660	500	2,160	532%
4000830 · Vending Machines	0	0	500	(500)	0%
Total 4000800 · Other Revenue	0	2,660	1,000	1,660	266%
Total Revenues	0	2,660	1,000	1,660	266%
Expenditures					
5333400 · Maintenance Supplies and Parts					
5333460 · Supplies - Miscellaneous	0	956	1,000	(44)	96%
Total 5333400 · Maintenance Supplies and Parts	0	956	1,000	(44)	96%
Total Expenditures	0	956	1,000	(44)	96%
Net Change in Fund Balance	0	1,704	0	1,704	100%

Ovilla Police Department Special Fund
Profit & Loss Budget vs. Actual
October 2014 through February 2015

	Current	Year to Date	Budget	\$ Over (Under)	% of Budget
	February 2015	Oct 2014 -Feb 2015		\$ Over Budget	Thru February 42%
Revenues					
4000800 · Other Revenue					
4000815 · Gifts	0	700	1000	(300)	70.0%
Total 4000800 · Other Revenue	0	700	1000	(300)	70.0%
Total Revenues	0	700	1000	(300)	70.0%
Expenditures					
5232600 · Special Expenses					
5232690 · Special Expenses - Other	0	0	50	(50)	0.0%
Total 5232600 · Special Expenses		0	50	(50)	0.0%
5235700 · Other Expense					
5235735 · Official Functions	0	231	231	0	100.0%
Total 5235700 · Other Expense	0	231	231	0	100.0%
5236400 · Minor Capital Outlay					
5236440 · Machinery and Equipment	0	719	719	0	100.0%
Total 5236400 · Minor Capital Outlay	0	719	719	0	100.0%
Total Expenditures	0	950	1000	(50)	95.0%
Net Income	0	(250)	0	(250)	100%



To: Honorable Mayor and Council Members
From: Jacqueline Lee, Interim City Administrator
Subject: Activity Report – March 9, 2015 –April 10, 2015

This monthly report is to provide you an overview of Interim City Administrator activities, related to current and future projects, agenda items, staffing and internal and external meetings on Council and Community issues and concerns.

Agenda Forecast

Mid-year budget discussion and action scheduled for Council meeting May 11.

Bryson Manor Final Plat Phase 1 - Approved by Planning and Zoning Commission at their meeting on Monday, April 6; will be presented to Council when all conditions are met relating to Developer(s) Agreements. A special called meeting of Council is under consideration for Plat discussion/action.

Status of Bryson Manor Developer Agreement - Draft Resolution has been developed by Staff. Meeting is being scheduled for Monday, April 13 to meet with MISD staff/representatives to discuss road improvement issues and possible Development Agreement between City of Ovilla and MISD.

Ordinance for Planned Development under review and Developer's Agreement on Ovilla Retail Center/Senior Residential project and scheduled for May 11, Council consideration and action..

Dumpster/Pod Ordinance being developed by City Attorney, Permits and Fee Schedule to be considered, scheduled for May 11 Council consideration and action.

Ordinance regarding parking of trucks (one-ton flatbed) on residential streets; research of issues continues and tentatively scheduled for May 11 Council consideration and action.

Ordinance regarding implementing a 50/50 Sidewalk Maintenance Program, research underway, scheduled for May 11 Council Briefing, for consideration in FY 15-16 budget..

Water and Sewer rates consideration – Briefing and action consideration May 11.

Code of Ordinance Revisions – Met with Sherry Sefko, Planning Consultant, on April 9 to review contract and assess need to resume work plan and develop schedule on revisions.



Resolution on Storm Water Management Program – Plan approval scheduled for briefing and action consideration on May 11.

Resolution approving the Mayor to execute an agreement with APEC for roadwork on SE Cockrell Hill Road, Council consideration and action on May 11.

Employee Equipment Purchase/Payback Program, consideration of and action on May 11.

Municipal Judge Appointment consideration of and action, May 11 Council agenda.

Boards and Commission appointments and/or renewals, May 11 Council agenda.

Staffing

Staff Assessment continues of duties, responsibilities, skill levels, and training needs of employees.

Weekly Department Head meetings held.

Individual meetings have been held with each Department Head on an as needed basis; standard bi-weekly meetings will resume during April.

Job Vacancies & Search Activities.

City Administrator

Initial meeting of City Council Appointed Search Committee (Mayor Richard Dormier, Councilman Larry Hunt and Councilman Dean Oberg) held on Wednesday, March 25 and a review of the 32 applications/resumes completed. A discussion of potential interview questions and categories, and rating forms were also considered. The recommendations of next steps will be presented to Council in Executive Session on Monday, April 13. Candidate information Notebooks will be available for Council members to pick-up on Thursday, April 9th from the City Secretary.

Part-time Fire Chief

Interviews were conducted with the two (2) candidates on March 30. Panel consisted of Interim City Administrator, City Secretary, and Glenn Heights Fire Chief (former City of Dallas Fire Chief). Next step is to conduct Background and references checks.



Police Lieutenant

Lieutenant Mollie Dox has announced her retirement, effective April 30, 2015. We have begun the search process for her replacement. The Interim City Administrator, Police Chief and City Secretary/Human Resources have met and developed the search process and selection schedule. (See Attachment Letter on Mollie's distinguished service)

Finance

Audit – Annual Financial Report for Year Ending September 30, 2015

There have been continuous inquiries and conversations with the Auditors (Yeldell, Wilson C.P.A.) about the status of audit and responding to requests for information. The final Audit will be presented by the Auditor to Council at April 13, Council Meeting.

Mid-Year Budget Review preparation is underway. Scheduled for Council discussion and action on May 11, 2015.

Meetings continued with City Accountant regarding financial issues and assessment of duties and responsibilities.

Public Works

City of Ovilla Annual "Clean – Up Day" is scheduled for Saturday, April 25 from 8:00 am to noon. (Public Works Director will cover in his Council Report).

Intergovernmental Activities

Attended the Best Southwest Partnership Regional Summit & Showcase Luncheon on Thursday, March 26, 2015. The City of Ovilla Economic Development Corporation sponsored a table and the City's new residential development was showcased.

Attended Going-Away Party for City of Glenn Heights City Manager, who has left to accept the District Manager position with Congresswoman Eddie Bernice Johnson.

Board & Commission Meetings Highlights

- Economic Development Corporation – Monday, March 16, 2015 @ 6:00 pm

Discussion and review of revisions to the Request for Proposal for Professional Services for Brand Identity and Strategy Development. Staff was directed to locate



the initial proposal agreed upon by the Board in August, 2014 and issue Proposal for further consideration of consultant.

- Park Board – Meeting Held, Monday, April 6 @ 5:00 pm

“Music in the Park Event” – Scheduled for June 6, 2015 from 6:00 pm -9:00 pm

Board members and staff task assignments were made for, music and entertainment, food truck vendors, restroom accommodations, advertisement to citizens, park event set-up/clean up, parking and security and budget.

The estimated budget is \$2,000.00 to date. Because this is a recently planned event, funds are not allocated in the current fiscal year. Funding options will be presented to Council for discussion/consideration/action at the May 11 meeting.

- Planning & Zoning Commission – Meeting Held, Monday April 6 @ 6:00 pm

Final Plat for Bryson Manor Phase 1 was unanimously approved with condition related to completion of the Developer(s) Agreement prior to submission to Council for approval.

- Municipal Services Advisory Committee (MSAC) - Meeting Held, Tuesday, April 7 @ 5:00 pm

Review and discussion of the Police Department’s vehicle replacement program. No recommendations to Council.

Council Inquiries

As Council members contact the Interim City Administrator with individual concerns or request for research on city issues or practices, they are recorded and members will be notified as your concerns are researched and/or addressed.

OVILLA POLICE DEPARTMENT

MEMO

Date: April 9, 2015
To: Mayor and City Council
From: M. Moon, Chief of Police
Reference: Lt. Dox Retirement
Cc: Jackie Lee, City Administrator

Lieutenant Mollie Dox has honorably served the Ovilla Police Department and the citizens of Ovilla since August of 2003. During this time she has proven herself to be invaluable, not only to me as the Chief, but also to the Police Department, and the City of Ovila. Not only did she serve as second in command of the Police Department but she very competently and professionally served as Chief in my absence.

Lt. Dox had many more duties and responsibilities, most of which were self assigned. Some the responsibilities were: Uniform Crime Reporting, Training Coordinator, supervising investigations, all matters dealing with personnel, Human Resources (hiring process for all prospective employees), Field Training Supervisor, Notary, Internal Affairs, Evidence/Property Coordinator, Crime Scene specialist, Home and business security inspector, Sex Offender Registration, Victim Assistance coordinator, Records Manager, and many many more miscellaneous duties.

Today was Lt. Dox's last day to work at the Ovilla Police Department. Her and her motor officer husband are both retiring and moving to Colorado. Her retirement in not in effect until the end of April but she is using her vacation. Mollie will be greatly missed by me and the rest of the police department. Join me in wishing her a happy retirement and the best of luck in her future endeavors.

Ovilla Municipal Court Report

FY-2014-2015	Total Traffic Cases Filed	State Law Cases Filed	Parking Cases Filed	Penal Code Cases Filed	City Ordinance Filed	Trials	Total Revenue	Amount Kept by City	Amount sent to State	Warrants Issued	Cases sent to Collections
October	18	0	0	3	3	1	\$5,574.40	\$3,728.99	\$1,845.41	16	16
November	25	1	0	4	0	1	\$4,361.00	\$2,663.66	\$1,697.34	19	51
December	30	0	0	1	2	0	\$5,417.38	\$3,195.00	\$2,222.38	0	46
January	32	3	0	0	8	0	\$7,500.62	\$4,371.65	\$3,128.97	11	66
February	28	1	0	4	1	0	\$4,381.80	\$2,755.24	\$1,626.56	18	106
March	34	1	0	0	2	1	\$5,572.30	\$3,086.72	\$2,485.58	3	7
April											
May											
June											
July											
August											
September											
Totals	167	6	0	12	16	3	\$32,807.50	\$19,801.26	\$13,006.24	67	292

2013-2014 FY

March	44	1	0	0	2	0	\$7,194.25	\$4,026.10	\$3,168.15	6
FY Totals	195	186	2	3	13	1	\$37,655.65	\$21,634.73	\$16,023.92	45

FY-2014-2015	Total # of Warrants	Total Amount of Warrants	Warrants Cleared	Warrants Amount	Cleared Omni/ Collections	Amount Omni/ Collections
October	389	\$118,562.35	4	\$1,113.00	4	\$1,113.00
November	405	\$124,725.78	3	\$1,068.40	3	\$1,068.40
December	394	\$126,563.34	11	\$3,399.93	9	\$2,921.93
January	399	\$132,488.90	6	\$1,163.80	6	\$1,163.80
February	403	\$141,210.30	14	\$200.00	12	\$200.00
March	391	\$137,449.88	15	\$2,726.73	15	\$2,726.73
April						
May						
June						
July						
August						
September						
Totals			53	\$9,671.86	49	\$9,193.86

Code Enforcement Report
 105 S Cockrell Hill Rd
 Ovilla, TX 75154
 (972) 617-7262

To: Mayor Richard Dormier
 Ovilla City Council
 Pam Woodall

Subject: **Code Enforcement Monthly Report**

	Mar.2015	Mar 2015 YTD	Mar .2014	Jan.2015 YTD
Calls For Service				
Complaint (Nuis 13,Permit 8,Parking 11	32	209	56	
Follow Up (Nuis 12, Permit-12, Parking-18)	42	236	63	
Door Notice (Nui -9, Permit-2, Parking-8)	19	169	42	
Mail Notice (Nuis-5, Parking-2)	7	91	19	
Posted Property (2nuisance)	2	163	2	
Court (1 guilty)	\$125	12	\$348.00	
Citizen Contacts	58	306	73	
Permits Reviewed	13	81	10	
Permits Issued	19	66	8	
Inspections	18	107	12	
Nuisance Abated by City (Grass)(Mosquito)	0	2	0	
Nuisance Signs (Poilitical,17, Business-12)	29	162	43	
Board Of Adjustment approved	0	3	3	

OVILLA ANIMAL CONTROL
 105 S Cockrell Hill Rd
 Ovilla, TX 75154
 (972) 617-7262

To: Mayor Richard Dormier
 Ovilla City Council

Subject: **Animal Control Monthly Report**

	Mar 2015	Mar2015 YTD	Mar 2014	Jan 2015 YTD
Calls For Service				
Complaint (Registration-18 At Large-10)	28	78	29	
Followups	39	106	38	
Door Notice (Registration-18, At Large-4)	22	58	25	
Impounded Animal (Dog 6)	6	21	3	
Animal Welfare Check	16	64	5	
Impound Results (Return-1, Transport-5)	5	21	3	
Impound fee collected	\$100.00	\$565.00	45	
Court(0)	\$0.00	\$266.00	2	
Citizen Contacts	23	111	43	
Registration Tags Issued \$240	20	66	27	
Registration Reminder Mailed	16	56	17	
Nuisance Letter Mailed	2	5	1	
Animals released ()	0	0	2	
Deceased Removed	28	67	35	
Oak Leaf (dog)	2	4	5	
Traps Checked Out	5	6	5	



DATE: April 13, 2015

TO: Honorable Mayor and Council Members

FROM: Linda Harding

SUBJECT: Expenditures in February 2015 over \$5,000

**City of Ovilla Expenditures Over \$5,000
for the Month of FEBRUARY 2015**

General Fund				
Date	Check#	Payee	Description	Amount
2/6/2015	43418	T.M.R.S.	Retirement	\$20,130.98
2/12/2015	ACH	Quick Books Payroll Service	Payroll	\$37,945.72
2/13/2015	43294	US Treasury	Payroll Taxes	\$7,305.46
2/13/2015	43427	Bureau Veritas North America Inc	Inspections	\$5,387.92
2/15/2015	43413	U.S. Bank	Interest to Bond	\$105,162.50
2/20/2015	43454	Progressive Waste Solutions of TX	Garbage	\$16,692.00
2/20/2015	43447	City of Midlothian	EMS Emergency Transport Service (Qtrly)	\$15,889.75
2/26/2015	ACH	Quick Books Payroll Service	Payroll	\$40,737.53
2/27/2015	43462	US Treasury	Payroll Taxes	\$7,669.74
2/27/2015	43490	United HealthCare	Health Insurance March 2015	\$8,821.120

Total General Fund Transactions \$5,000 and Over

\$265,742.72

Water & Sewer Fund				
Date	Check#	Payee	Description	Amount
2/5/2015	15771	City of Ovilla General Fund	Payroll 1/30/15	\$11,257.78
2/13/2015	15779	Caldwell County Chev.	3/4 Ton Chevy (Orig. ck Dec 2014 had to be voided and reissued)	\$23,770.00
2/13/2015	15772	City of Ovilla General Fund	Payroll 2/13/2015	\$10,408.85
2/13/2015	15773	City of Dallas	Water Purchase	\$19,605.21
2/20/2015	15784	City of Ovilla General Fund	Garbage Jan 2015	\$14,775.16
2/20/2015	15787	Trinity River Authority of Texas	Sewer	\$18,666.00
2/24/2015	15790	City of Ovilla General Fund	Payroll 2/24/2015	\$11,408.29
2/28/2015	15814	City of Ovilla General Fund	Garbage Feb 2015	\$19,929.06

Total Water & Sewer Fund Transactions \$5,000 and Over

\$129,820.35

RESOLUTION R2015-008

A RESOLUTION AUTHORIZING CONTINUED PARTICIPATION WITH THE STEERING COMMITTEE OF CITIES SERVED BY ONCOR; AND AUTHORIZING THE PAYMENT OF 11 CENTS PER CAPITA TO THE STEERING COMMITTEE TO FUND REGULATORY AND LEGAL PROCEEDINGS AND ACTIVITIES RELATED TO ONCOR ELECTRIC DELIVERY COMPANY, LLC.

- WHEREAS, the City of OVILLA is a regulatory authority under the Public Utility Regulatory Act (PURA) and has exclusive original jurisdiction over the rates and services of Oncor Electric Delivery Company, LLC (Oncor) within the municipal boundaries of the city; and
- WHEREAS, the Steering Committee has historically intervened in Oncor rate proceedings and electric utility related rulemakings to protect the interests of municipalities and electric customers residing within municipal boundaries; and
- WHEREAS, the Steering Committee is participating in Public Utility Commission dockets and projects, as well as court proceedings, and legislative activity, affecting transmission and distribution utility rates; and
- WHEREAS, the City is a member of the Steering Committee of Cities Served by Oncor; and
- WHEREAS, the Steering Committee functions under the direction of an Executive Committee (whose current members are identified in Attachment 1) which sets an annual budget and directs interventions before state and federal agencies, courts and legislatures, subject to the right of any member to request and cause its party status to be withdrawn from such activities; and
- WHEREAS, the Executive Committee in its December 2014 meeting set a budget for 2015 that compels an assessment of eleven cents (\$0.11) per capita; and
- WHEREAS, in order for the Steering Committee to continue its participation in these activities which affects the provision of electric utility service and the rates to be charged, it must assess its members for such costs.

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

I.

That the City is authorized to continue its membership with the Steering Committee of Cities Served by Oncor to protect the interests of the City of OVILLA and protect the interests of the customers of Oncor Electric Delivery Company, LLC residing and conducting business within the City limits.

II.

The City is further authorized to pay its assessment to the Steering Committee of eleven cents (\$0.11) per capita based on the population figures for the City shown in the latest TML Directory of City Officials.

III.

A copy of this Resolution and the assessment payment check made payable to "*Steering Committee of Cities Served by Oncor*" shall be sent to David Barber, Steering Committee of Cities Served by Oncor, c/o City Attorney's Office, Mail Stop 63-0300, Post Office Box 90231, Arlington, Texas 76004-3231.

PRESENTED AND PASSED on this the 13 day of APRIL, 2015, by a vote of _____ ayes and _____ nays at a regular meeting of the City Council of the City of OVILLA, Texas.

Signature
Mayor

ATTEST:

Signature
City Secretary

APPROVED AS TO FORM:

Signature
City Attorney

**Attachment 1
OCSC 2015 Executive Committee Members**

Allen	Eric Ellwanger, Assistant to City Manager
Arlington	David Barber, Assistant City Attorney
Burkburnett	Trish Holley, Director of Administration
Carrollton	Elizabeth Horn, Assistant City Attorney
Cleburne	Kim Galvin, Director of Finance
Colleyville	Cathy Cunningham, City Attorney
Comanche	Ronnie Clifton, Mayor
Dallas	Nick Fehrenbach, Manager of Regulatory Affairs & Utility Franchising
Denison	Courtney Goodman-Morris, City Attorney
Ennis	Joel Welch, Director of Finance
Flower Mound	Christianne Price, Budget & Grants Manager
Fort Worth	Bridgette Garrett, Director of Budget & Management Services
Frisco	Ben Brezina, Assistant to City Manager
Grand Prairie	Don Postell, City Attorney
Irving	Carrie Morris, Assistant City Attorney
Lewisville	Phil Boyd, Consultant
Mansfield	Joe Smolinski, Director of Utility Operations
Mesquite	Cynthia Steiner, Assistant City Attorney
Odessa	Konrad Hildebrandt, Assistant City Manager
Plano	Mark Israelson, Director of Policy and Government Relations
Sherman	Brandon Shelby, City Attorney
The Colony	Gwen Mansfield, Assistant Finance Director
Tyler	Deborah G. Pullum, Assistant City Attorney
Waco	Jennifer Richie, City Attorney
Watauga	Greg Vick, City Manager
Waxahachie	Doug Barnes, Director of Economic Development

**STAFF REPORT ON ASSESSMENT RESOLUTION
FOR STEERING COMMITTEE OF CITIES SERVED BY ONCOR**

Purpose of the Resolution

The City of OVILLA is a member of a 153-member city coalition known as the Steering Committee of Cities Served by Oncor. The resolution approves the assessment of an eleven cent (\$0.11) per capita fee to fund the activities of the Steering Committee.

Why this Resolution is Necessary

The Steering Committee undertakes activities on behalf of municipalities for which it needs funding support from its members. Municipalities have original jurisdiction over the electric distribution rates and services within the city. The Steering Committee has been in existence since the late 1980s. It took on a formal structure in the early 1990s. Empowered by city resolutions and funded by per capita assessments, the Steering Committee has been the primary public interest advocate before the Public Utility Commission, ERCOT, the courts, and the Legislature on electric utility regulation matters for over two decades.

The Steering Committee is actively involved in rate cases, appeals, rulemakings, and legislative efforts impacting the rates charged by Oncor Electric Delivery Company, LLC within the City. Steering Committee representation is also strong at ERCOT. It is possible that additional efforts will be necessary on new issues that arise during the year, and it is important that the Steering Committee be able to fund its participation on behalf of its member cities. A per capita assessment has historically been used, and is a fair method for the members to bear the burdens associated with the benefits received from that membership.

Explanation of “Be It Resolved” Paragraphs

I. The City is currently a member of the Steering Committee; this paragraph authorizes the continuation of the City’s membership.

II. This paragraph authorizes payment of the City’s assessment to the Steering Committee in the amount of eleven cents (\$0.11) per capita, based on the population figure for the City as shown in the latest TML Directory of City Officials.

III. This paragraph requires notification to the Chair of the Steering Committee, Paige Mims, that the City has adopted the Resolution.

Payment of Assessment

A copy of the resolution should be mailed with payment of the fee to David Barber, Steering Committee of Cities Served by Oncor, c/o City Attorney’s Office, Mail Stop 63-0300, Post Office Box 90231, Arlington, Texas 76004-3231. Checks should be made payable to: *Steering Committee of Cities Served by Oncor.*

City of Arlington, c/o Oncor Cities Steering Committee

Attn: David Barber, Asst. City Attorney

Post Office Box 90231

MS # 63-0300

Arlington, TX 76004-3231

Invoice

Date	Invoice #
3/12/2015	15-109

Bill To
City of Ovilla

Item	Population	Per capita	Amount
2015 Membership Assessment	3,998	0.11	439.78
Total			\$439.78

Please make check payable to: Oncor Cities Steering Committee and mail to Oncor Cities Steering Committee, c/o David Barber, Arlington City Attorney's Office, PO Box 90231, Mail Stop 63-0300, Arlington, Texas 76004-3231

STEERING COMMITTEE CITIES SERVED BY ONCOR (153)

Addison	Farmers Branch	New Chapel Hill
Allen	Fate	North Richland Hills
Alvarado	Flower Mound	Oak Leaf
Andrews	Forest Hill	Oak Point
Anna	Fort Worth	Odessa
Archer City	Frisco	O'Donnell
Argyle	Frost	Ovilla
Arlington	Gainesville	Palestine
Azle	Garland	Pantego
Bedford	Glenn Heights	Paris
Bellmead	Grand Prairie	Plano
Belton	Granger	Pottsboro
Benbrook	Grapevine	Prosper
Beverly Hills	Haltom City	Ranger
Big Spring	Harker Heights	Rhome
Breckenridge	Haslet	Richardson
Bridgeport	Heath	Richland Hills
Brownwood	Henrietta	River Oaks
Buffalo	Hewitt	Roanoke
Burkburnett	Highland Park	Robinson
Burleson	Honey Grove	Rockwall
Caddo Mills	Howe	Rosser
Cameron	Hurst	Rowlett
Canton	Hutto	Sachse
Carrollton	Iowa Park	Saginaw
Cedar Hill	Irving	Sansom Park
Celina	Jolly	Seagoville
Centerville	Josephine	Sherman
Cleburne	Justin	Snyder
Coahoma	Kaufman	Southlake
Colleyville	Keller	Springtown
Collinsville	Kerens	Stephenville
Comanche	Killeen	Sulphur Springs
Commerce	Krum	Sunnyvale
Coppell	Lake Worth	Sweetwater
Copperas Cove	Lakeside	Temple
Corinth	Lamesa	Terrell
Crowley	Lancaster	The Colony
Dallas	Lewisville	Trophy Club
Dalworthington Gardens	Lindale	Tyler
DeLeon	Little Elm	University Park
De Soto	Little River Academy	Venus
Denison	Malakoff	Waco
Duncanville	Mansfield	Watauga
Early	McKinney	Waxahachie
Eastland	Mesquite	Westover Hills
Edgecliff Village	Midland	White Settlement
Ennis	Midlothian	Wichita Falls
Euleless	Murchison	Willow Park
Everman	Murphy	Woodway
Fairview	Nacogdoches	Wylie

REQUEST FOR CONTACT INFORMATION
APRIL 2015

CONTACTS

Please provide contact information for the following coalitions:

- OCSC (Oncor Cities Steering Committee)
- ACSC (Atmos Cities Steering Committee)
- TCCFUI (Texas Coalition of Cities for Utility Issues)

Please type or print clearly

MAIN CONTACT

Name:	
Title:	
City of:	
Address:	
Phone:	
Fax:	
Email:	

ADDITIONAL CONTACT

Name:	
Title:	
City of:	
Address:	
Phone:	
Fax:	
Email:	

CONTACT TO SEND INVOICES OR CHECKS

Name:	
Title:	
City of:	
Address:	
Phone:	
Fax:	
Email:	

Please duplicate if more room needed.

(Please complete and return to: Brandi Stigler, brandi.stigler@arlingtontx.gov or 817-459-6897 fax.)

4680313.1

Steering Committee of Cities Served by Oncor

2014 Year in Review



Steering Committee membership:

This past year was a busy one for the Steering Committee of Cities Served by Oncor (“OCSC”). With the Texas Legislature soon to be in session, things are only going to ramp up in 2015. This annual review highlights the significant events of 2014 that impacted OCSC and what’s on the horizon this year.

Sincerely,

Paige Mims, OCSC Chair

Significant Events of 2014

PUC PROJECT NO. 41622 – RULEMAKING TO PROPOSE NEW RULE 25.245 RELATING TO RECOVERY OF EXPENSES FOR RATEMAKING PROCEEDINGS

At its July 10 Open Meeting, the Public Utility Commission (“PUC” or “Commission”) adopted new rules governing the recoverability of utility and municipal rate case expenses proposed in Project No. 41622. Pursuant to amendments offered by Commissioner Donna Nelson, parties are now required to track fees and expenses by issue. This effort will add to the time and effort involved in litigating a rate case, which will in turn increase rate case expenses.

Additionally, the new rule gives the ability of the examiner or Commission to make disallowances of rate case expenses based on the extent to which a

party was unsuccessful in winning issues rather than the totality of issues argued by a party.

The rules were adopted despite concerns that it would be difficult to distinguish the amount of time spent on a particular issue when there are multiple issues in a particular case. To address this concern, the Commissioners asked for language in the Preamble giving adequate room to make reasonable allocations, stating that “Commission sense has to prevail.”

EFH BANKRUPTCY CONTINUES – SALE OF ONCOR

For years, Energy Future Holdings Corp. (“EFH”) has been struggling to manage its massive \$40 billion debt. But in April of 2014, it finally threw in the towel and filed for Chapter 11 Bankruptcy. With many creditor agreements in place, EFH officials had hoped for a quick 11-month proceeding in bankruptcy court that would end with EFH’s subsidiaries, including Oncor, being split up between creditors. However, multiple delays largely due to the sale of Oncor, have prolonged the process.

With over \$330 million in profits in 2013 and solid ring fence protection from the bankruptcy, Oncor has been seen as EFH’s most valuable asset. In April, Oncor was poised to be taken over by a creditors’ group led by Hunt Consolidated and the Teacher Retirement System of Texas but Florida-based power company NextEra Energy upset that deal by placing its own \$18 billion bid on the transmission company. In August, EFH decided to open up bidding to the public in hopes of extracting an even higher bid. Reportedly, CenterPoint Energy and Berkshire Hathaway, along with

Hunt and NextEra, have expressed interest and signed up to review confidential financial information on Oncor.

The first round of bidding was originally scheduled to close October 23, with the final auction to take place in February 2015 but the auction has faced multiple delays. Most recently, in November, U.S. Bankruptcy Court Judge Christopher Sontchi ruled that EFH must change the way its affiliates approve of the Oncor sale plan. Although Judge Sontchi did not set a timeline, he said the bidding process must now involve two official creditors’ committees and the timeline should be extended to allow for the development of alternative deals, which will likely delay the auction a couple of months. Going forward, the Oncor sale is dependent on EFH’s confirmation of a plan of reorganization, which it expects to do by the end of 2015.

OCSC will continue to closely monitor the EFH bankruptcy and will participate in any arising proceedings to protect its membership and ensure no negative consequences result for Oncor’s customers.

ONCOR BATTERY PROPOSAL

Oncor Electric Delivery Company, LLC (“Oncor”) ended the year with a bang by surprising the energy world with a proposal to invest up to \$5.2 billion in grid-connected battery storage. The investment would potentially add up to five gigawatts (GW) of storage capacity, enough electricity to power 1.5 million Texas homes on a hot summer day, to back up Oncor’s transmission and distribution network.

During the deregulation of the electricity market in 1999, Texas lawmakers adopted a law that prevents transmission companies from selling electricity on the wholesale market. Oncor claims the implementation of its plan depends on changing this law. According to a report published by The Brattle Group, a consulting group hired by Oncor to analyze the impact of the potential multi-billion dollar investment, neither a transmission company nor a generator could make the battery economics work under the current laws. To be economical, a company would need to tap cost savings on both ends. The Brattle Group reports that “approximately 30% to 40% of the total system-wide benefits of storage investments are associated with reliability, transmission, and distribution functions that are not reflected in wholesale market prices.” The Brattle Group recommends that the state legislature change the law to allow transmission providers to “auction off” the market value of battery storage to wholesalers. In Oncor’s eyes, this would maintain the separation between generation and transmission companies while allowing both sides to share the full system-wide benefits and making the investment feasible.

Oncor’s proposal will most certainly face opposition and, indeed, is already receiving pushback from its sister companies, TXU Energy and Luminant. The retail electricity provider and power generator, owned together with Oncor by Energy Future Holdings (“EFH”), issued a joint statement saying that while they support battery technology on the electric grid, they do not

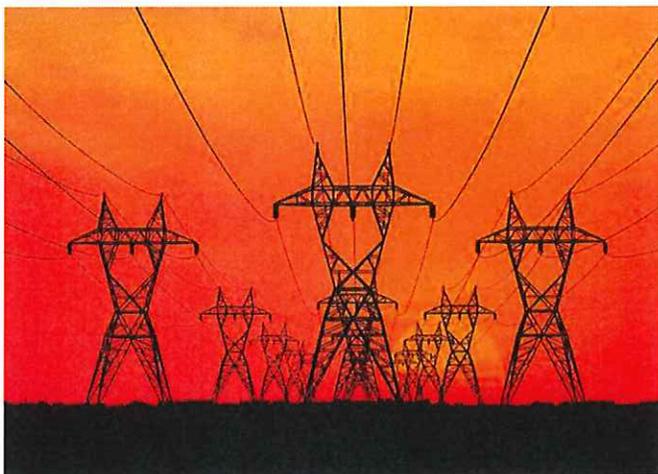


want customers paying for it. The energy giants voiced concern that such a move would “shift risk to ratepayers and undermine the competitive market.” According to them, “batteries act like generation resources so they should remain part of the competitive market, which can better handle and appropriately price battery technology risks.”

Risk factors include Oncor’s assumption that battery prices will continue to fall. Oncor’s plan presumes that the cost of lithium-ion storage batteries will drop to half of today’s cost within the next seven or eight years, making battery storage a cheaper way to provide grid stability and prevent power outages than large-scale renovation of Texas’ electric infrastructure. Oncor says it will work with Tesla Motors to supply the batteries from its planned gigafactory in Nevada, which Tesla claims will have gigawatts’ worth of grid-ready storage systems by 2018, when Oncor hopes to start deployment.

Oncor touts the lowering of consumer electric bills as one of the benefits of its behemoth battery storage plan. However, The Brattle Group reports that deploying up to 5 GW of battery storage could shave just 34 cents off an average household bill of \$176 per month.

Oncor has started a lobbying effort but, reportedly, does not expect to get legislation passed this upcoming session. Nevertheless, we expect battery storage to be a much-discussed item during the session and a hot topic in 2015.



APPEALS COURT ISSUES OPINION IN ONCOR'S 2008 RATE CASE



On August 6, after over three years, the Third Court of Appeals issued its opinion in *State of Texas' Agencies and Institutions of*

Higher Learning, et al. v. Public Utility Commission of Texas, et al., Cause No. 03-11-00072-CV – the appeal of Oncor's 2008 rate case, PUC Docket No. 35717, *Application of Oncor Electric Delivery Company, LLC for Authority to Change Rates*. Twelve issues were raised in the appeal, but two were of particular interest to and were argued by Cities: (1) Consolidated Tax Savings Adjustment (CTSA) and (2) Franchise Fees.

Agreeing with Cities, the appellate court held that the district court erred in determining that Oncor was not a member of an affiliated group eligible to file a consolidated return under Public Utility Regulatory Act ("PURA") § 36.060 and remanded the issue to the Commission for recalculation of the CTSA. Likewise, the Third Court of Appeals concluded that Oncor did not meet its burden of proving that it had franchise fee agreements in effect on September 1, 1999 that had since expired.

In addition to these important issues, the court reversed the district court's ruling regarding the university discount, affirming the Commission's

decision that Oncor provides services to retail electric providers, but does not provide electric service to state universities. The court also found that Oncor's investment in automated meters that did not comply with the technical specifications established by the PUC was prudent. Finally, the court affirmed the PUC's decision regarding incentive-compensation and Oncor's reimbursement of municipalities' regulatory expenses, both overruling Oncor.

Oncor filed a Motion for Rehearing on all issues and on December 4, the court withdrew its August opinion and issued a new opinion granting Oncor's motion regarding a university discount but denying the rest. Consistent with Oncor's motion, the court reversed and determined that Oncor is not required to provide state colleges and universities the discount outlined in PURA § 36.351. However, the court maintained its original position on the other issues and once again reversed and remanded the issues of the CTSA and franchise fees to the PUC and affirmed the district court's judgment in all other respects.

Parties are expected to appeal this opinion further to the Texas Supreme Court. Petitions for Review are due on February 19, 2015.

PUC PROJECT NO. 42330 – RULEMAKING RELATING TO DISCOVERY LIMITATIONS



In October, the PUC approved a Proposal for Publication in Project No. 42330 in order to receive comments on a proposal to require that, for all rate proceedings, a discovery control

plan be established by an order entered by the presiding officer of the Commission.

The rules, proposed by PUC staff, would prescribe specific discovery limitations on requests for information, requests for admission, and deposition by oral examination, while affording the presiding officer latitude in granting requests for additional discovery upon a showing of good cause. Modifications by the presiding officer or the Commission would also be authorized upon the occurrence of certain events. In

addition, PUC staff would be exempted from the discovery limitations.

Initial comments were due at the beginning of December and 16 parties, including OCSC, filed comments and requested a public hearing to be held before the Commission decides whether to adopt the new rule. OCSC's comments expressed concern regarding the necessity of the proposed rule, given that the majority of rate cases since 2002 have settled, and noted that the limitations proposed in the rule would harm the scrutiny given to utilities' rate filings. Parties filed reply comments at the end of December and OCSC reiterated the recommendation that the rule extend the circumstance-specific discovery control plan approach set for comprehensive base rate cases to all PUC ratemaking proceedings. OCSC will continue to participate in this rulemaking as it continues in 2015.

What to Expect in 2015?

2015 LEGISLATIVE AGENDA

The 84th Texas Legislature begins January 13, 2015 and runs through June 1, 2015. OCSC representatives have spent the past year actively preparing a full agenda and are hopeful the session will prove successful.

As in the past, this session's agenda is primarily focused on defensive issues. OCSC will oppose piecemeal ratemaking efforts to the extent that they reduce the ability of cities and the Commission to effectively fulfill their regulatory functions and will oppose any effort to reduce or eliminate cities' original jurisdiction in rate cases. Additionally, OCSC will defend cities against legislation that would erode franchise fee payments or cities' position on utility relocations.

Proactively, OCSC will promote legislation that would require a standard offer deal among retail electric providers ("REPs") to enhance competition

and consumer satisfaction during the REP selection process. OCSC is also pursuing the possibility of legislation that would allow cities to utilize electric transmission rights of way for hike and bike trails by limiting the liability of utilities for accidents within transmission corridors. Additionally, OCSC will renew last session's effort of promoting private/public partnerships to develop small scale generation projects.

Please keep in mind that this is a working agenda and is subject to additional research and evaluation as the session progresses. If there are any other issues that you would like to see added to the agenda, please feel free to contact us at any point.



2015 OCSC QUARTERLY MEETING SCHEDULE

Thursday, April 2

Thursday, June 25

Thursday, September 17

Thursday, December 17

Questions?

For questions or concerns regarding any OCSC matter or communication, please contact the following representatives, who will be happy to provide assistance:

Geoffrey Gay
512-322-5875
ggay@lglawfirm.com

Thomas Brocato
512-322-5857
tbrocato@lglawfirm.com

**Lloyd
Gosselink**
ATTORNEYS AT LAW

Lloyd Gosselink Rochelle and Townsend, P.C.

816 Congress Avenue Suite 1900

Austin, Texas 78701

CITY OF OVILLA MINUTES

Monday, March 09, 2015

City Council Briefing Session

105 S. Cockrell Hill Road, Ovilla, TX 75154

Mayor Dormier called the Council Briefing Session of the Ovilla City Council to order at 6:02 P.M. The following City Council Members were present:

Rachel Huber	Council Member, Place 1
Larry Stevenson	Council Member, Place 2 (arrived at 6:20 p.m.)
David Griffin	Mayor Pro Tem, Place 3
Doug Hunt	Council Member, Place 4
Dean Oberg	Council Member, Place 5

Mayor Dormier announced present Council members, thus constituting a quorum. Various department-heads and staff were also present. Staff presented Council with future agenda items and pending items still under staff review.

CONDUCT A BRIEFING SESSION to review and discuss future agenda items.

- a. Update on Sanitary Sewer Averaging – Discussed three month averaging & rates needed to make monthly invoice payment to TRA.
- b. Carrying of Weapon by Animal Control Officer – April 13 – Update personnel handbook, job description
- c. Dumpster ordinance – April 13 – Requested by Mayor Pro Tem Griffin
- d. Ordinance for the Planned Development – April 13
- e. Appointment of Fire Chief – April 13 – Two candidates; interviews will be conducted late March
- f. Officer gun purchase buy-back program – May 11 (with mid-year budget)
- g. Comptroller's Transparency Award Update – May 11 - 2015 applications are the same as 2014. Staff is preparing to file for a second year.

PENDING AGENDA Items still under staff review

- h. Parking trucks on residential street (one-ton flatbed)
- i. Ordinance implementing a 50/50 sidewalk maintenance program
- j. Developer's Agreement/Planned Development
- k. Final Plat, Developer's Agreement/Bryson Manor
- l. MISD Agreement, Construction Plans
- m. Mid-year Budget Revisions
- n. Storm Water Management Plan
- o. Review of water rates increase

CONDUCT A BRIEFING SESSION to review and discuss agenda items for the 6:30 p.m. regular meeting.

Mayor Dormier and Council reviewed items listed on the 6:30 p.m. agenda that included the Public Hearing and Regular Meeting agenda items.

ADJOURNMENT

Mayor Dormier adjourned the Briefing Session of the Ovilla City Council at 6:25 p.m. Mayor Dormier introduced the Interim City Administrator, MS Jackie Lee.

ATTEST:

Pamela Woodall, City Secretary

Richard Dormier, Mayor

Approved April 13, 2015

CITY OF OVILLA MINUTES

Monday, March 09, 2015

Regular City Council Meeting

105 S. Cockrell Hill Road, Ovilla, TX 75154

Mayor Dormier called the Regular Council Meeting of the Ovilla City Council to order at 6:30 P.M. The following City Council Members were present:

Rachel Huber	Council Member, Place 1
Larry Stevenson	Council Member, Place 2
David Griffin	Mayor Pro Tem, Place 3
Doug Hunt	Council Member, Place 4
Dean Oberg	Council Member, Place 5

Mayor Dormier announced present Council members, thus constituting a quorum. Various department-heads and staff were also present.

Mayor Pro-Tem Griffin gave the Invocation and PL1 Huber led the recitation of the Pledge of Allegiance.

COMMENTS, PRESENTATIONS, REPORTS AND/OR APPOINTMENTS

Proclamation: Mayor Dormier read a Proclamation honoring Meals on Wheels

Mayor Dormier stated that Ovilla shared a high rate of contribution to Ellis County and wished Mr. Charlie Morton were present as he was a longtime participant of Meals on Wheels in Ovilla.

• ***Citizens Comments / Citizens Forum:***

1. Mr. Morris Gresham, 202 Brookwood Court: Asked Council to be careful when considering developer requests, remaining steadfast on what is good for Ovilla.
2. Mr. Joseph Myers, 115 Hummingbird Lane: President of the HOA Ashburne Glen asked Council to approve new contract listed under Item 3 on the Regular Agenda.
3. MS Jimmie Wade, 606 Creekview Court: Spoke on the Senior Community tract in the Planned Development.

• **Department Activity Reports / Discussion** – staff presented their reports.

- Police Department Police Chief M. Moon
 - Monthly Report
 - Brief overview of the Tier 2 Annual Report
- Fire Department Interim Fire Chief B. Kennedy
 - Monthly Report
 - PL4 Hunt inquired if staff had applied for any grants. (Not at this time)
- Public Works Public Works Director B. Piland
 - Monthly Report
 - Expected arrival of new public works truck any day.
 - PW Director Piland was asked to check on the status of the Brookwood Street light.
- Finance Department City Accountant L. Harding
 - January 2015 Monthly Financials – MS Harding reported that January brought the City to approximately 33% of the budget.
- Administration
 - Activity Report Interim CA MS Lee
 - Advised that approximately 33 applications had been received for the CA position.
 - Monthly Municipal Court Report City Secretary P. Woodall

- MS Woodall reported the warrant round-up letters were mailed and City received few responses already. Council discussed a staff presented summary showing comparisons of outstanding warrants from neighboring municipalities.
- Monthly Code/Animal Control Reports Code/AC Officer M. Dooly
 - One dog bite, minor, no rabies.

CONSENT AGENDA

The following items may be acted upon in one motion. No separate discussion or action is necessary unless requested by a Council Member, in which event those items will be pulled from the consent agenda for individual consideration.

- C1.** January 2015 Financial Transactions over \$5,000.
- C2.** Minutes of the February 09, 2015 Briefing Session and Regular City Council Meeting.
- C3.** Interlocal Cooperation Contract for the Lease of Voting Machine with Ellis County.

PL4 Hunt moved that Council approve the Consent Items as presented, seconded by PL5 Oberg. *No oppositions, no abstentions.*

VOTE: The motion to approve carried unanimously: 5-0.

PUBLIC HEARING AND CONSIDERATION

Mayor Dormier read the state statute on Public Hearings and announced the Replat Case 201415.002, opening the Public Hearing at 7:03 p.m.

In accordance with the laws of the State of Texas, the City Council of the City of Ovilla conducts public hearings to receive public testimony and comments from all interested persons and parties of the properties described.

- 1.** Replat 201415.002. **Receive** presentation and citizen comments on a request filed by Mr. Ed Harrison, Triumph Development for a replat to Lots 20R, 21R and 22R, Block A, in the Ovilla Creek Estates Subdivision, Ovilla, TX 75154.
 - a. Presentation** of Request for replat from Mr. Ed Harrison: Mr. Harrison addressed Council informing them that the request was to correct a simple survey error. No regulations to the Code and/or zoning would be affected.
 - b. PUBLIC HEARING** to receive comments from the public regarding the request.
 - i. No one spoke for or against the request but one individual did have a question.**
 1. Mr. David Cones, 307 Fountain Creek Court: Questioned the dedicated utility easement at Lot 21R. (It was determined to already be there)

Mayor Dormier closed the public hearing at 7:05 p.m.

- c. DISCUSSION/ACTION** – Replat 201415.002. Consideration of and action on the request filed by Mr. Ed Harrison of Triumph Development to replat Lots 20R, 21R and 22R, Block A, Ovilla Creek Estates Subdivision, Ovilla, TX 75154.

PL4 Hunt moved that Council accept and approve the request filed by Ed Harrison, Triumph Development, to replat Lots 20R, 21R and 22R, Block A, in the Ovilla Creek Estates Subdivision, Ovilla, TX as presented, seconded by PL5 Oberg. *No oppositions, no abstentions.*

VOTE: The motion to approve carried unanimously: 5-0.

REGULAR AGENDA

2. **DISCUSSION/ACTION – Consideration** of and action on a Meritorious Exception request filed by Mr. Ed Harrison of E.C. Harrison Properties, Inc., to place an 8x8x2 monument sign at the southwest corner of 105 Ovilla Creek Court, the location of E.C. Harrison Properties, Inc. multi-tenant office building.

Code Enforcement Officer stated the placement of the sign would be about 12 ft. from the edge of the road. Mayor Pro Tem Griffin stated he believed the sign would be visible if placed properly without a meritorious exception, meaning denial would not hurt the business or visibility of the sign. PL5 Oberg stated the sign would actually provide better visibility placed according to the Code's setback. The consensus of the Council was united.

Mayor Pro Tem Griffin moved that Council deny a Meritorious Exception request filed by Mr. Harrison, E. C. Harrison Properties, to place a monument sign at the southwest corner of 105 Ovilla Creek Court, the location of E. C. Harrison Properties, Inc., multi-tenant office building as presented, seconded by PL1 Huber. *No oppositions, no abstentions.*

VOTE: The motion to deny carried unanimously: 5-0.

3. **DISCUSSION/ACTION – Consideration** of and action on Resolution R2015-004 authorizing the Mayor to renew an agreement by and between the City of Ovilla and the Ashburne Glen Home Owner's Association (HOA), for the collection and disbursement of HOA dues, both acting through their duly authorized officers and representatives to be effective April 1, 2015.

Mayor Dormier and PL2 Stevenson completed affidavits abstaining from this item as they are both Ashburne Glen Subdivision residing homeowners. Mayor Pro Tem Griffin preceded with the management of Item 2, reading the background information: The Agreement renews every two years and is approved by the Ashburne Glen HOA. The presented renewal agreement is effective April 1, 2015. There are no changes to the Agreement from the previous agreement period.

PL5 Oberg moved to approve Resolution R2015-004, authorizing the Mayor to renew an agreement by and between the City of Ovilla, Texas and the Ashburne Glen Home Owners Association for the collection and disbursement of HOA dues, both acting through their duly authorized officers and representatives to be effective April 1, 2015, seconded by PL1 Huber. *No oppositions, 1 abstention-PL2 Stevenson.*

VOTE: The motion to approve carried: 4-0.

Mayor Dormier and PL2 Stevenson returned and the Mayor assumed management of the meeting.

4. **DISCUSSION/ACTION – Consideration** of and action on Resolution R2015-005 authorizing the Mayor to renew an agreement between the City of Ovilla and the Meadow Glen Home Owner's Association (HOA), for the collection and disbursement of HOA dues, both acting through their duly authorized officers and representatives to be effective April 1, 2015.

The Meadow Glen Agreement was the same as the Ashburne Glen Agreement presented under Item 3, with no changes from the previous agreement.

PL4 Hunt moved to approve Resolution R2015-005, authorizing the Mayor to renew an agreement by and between the City of Ovilla, Texas and the Meadow Glen Home Owners Association for the collection and disbursement of HOA dues, both acting through their duly authorized officers and representatives to be effective April 1, 2015, seconded by PL5 Oberg. *No oppositions, no abstentions.*

VOTE: The motion to approve carried unanimously: 5-0.

5. **DISCUSSION/ACTION – Consideration** of and action on Resolution R2015-006 authorizing the Mayor to execute an agreement by and between the State of Texas, acting through the Texas Department of Transportation and the City of Ovilla, for the city’s contribution of right-of-way funds, payable in incremental payments, for the project on Highway FM664 from Westmoreland Road to IH 35E.

The City is required to enter into a fixed price joint funding participation agreement to contribute to the State for the Highway 664 project. The City of Ovilla was approved by the State to manage its funding obligation in three (3) incremental payments. The total being \$88,236.10. The three (3) incremental payments would be \$30,000.00, \$29,118.05, and \$29,118.05. The initial payment of \$30,000.00 is due before the acquisition and utility adjustments process is initiated. Because Ovilla is in Ellis County it is considered “distressed” therefore, Ovilla was eligible for a slight discount. This will also include a signal at Westmoreland and FM664 at no cost to Ovilla. The initial payment was funded in the FY2014-15 Budget.

PL2 Stevenson moved to approve Resolution R2015-006, authorizing the Mayor execute an agreement between the State of Texas, acting through the Texas Department of Transportation and the City of Ovilla, for the city’s contribution of right-of-way funds, payable in incremental payments, for the project on Highway FM664 from Westmoreland Road to IH 35E, seconded by PL4 Hunt. *No oppositions, no abstentions.*
VOTE: The motion to approve carried unanimously: 5-0.

6. **DISCUSSION/ACTION – Consideration** of and action on Resolution R2015-007 authorizing the Mayor to execute a Bank Depository Services Agreement by and between the City of Ovilla and Prosperity Bank for depository services effective June 01, 2015.

The City's current depository service agreement with Prosperity Bank began June 2010 for a period not to exceed 5-years. Following an initial contract term (3-years), the agreement provided for two optional, one-year renewals, awarded one-year at a time. The final one-year renewal will expire in May 2015. The City gave notice to local banks, posted on the City’s website and published the RFP, requesting submission of proposals for the performance of depository services as authorized by Chapter 105 of the TX Local Government Code. Prudent procurement practices require the evaluation of banking services on a periodic basis, because of continual changes in technology, treasury management practices, and banking services and costs. The Request for Proposals for Banking Depository Services resulted in one received proposal from our current bank depository. Due to receiving only one proposal, the City Council Finance Committee did not meet and directed the Interim City Administrator to review the proposal to insure the sufficiency of the bank services. Staff reported satisfaction with the current service received from Prosperity Bank. Terms and conditions remain the same. The new agreement will be effective June 01, 2015.

PL1 Huber moved that Council approve Resolution R2015-007, authorizing the Mayor to execute a Bank Depository Services Agreement by and between the City of Ovilla and Prosperity Bank for depository services effective June 01, 2015, seconded by PL2 Stevenson. *No oppositions, no abstentions.*
VOTE: The motion to approve carried unanimously: 5-0.

7. **DISCUSSION/ACTION – Consideration** of and action on Ordinance 2015-009, Amending Section 4.00 City Depository of Chapter 1, General Provisions, Ovilla City Code; Providing that this Ordinance shall be cumulative of all ordinances; Providing a severability clause; Providing a savings clause; Providing for publication in the official newspaper; and providing an effective date.

As authorized by Chapter 105 of the Local Government Code, a municipality (upon completion of notice requirements and selection process) shall designate an official depository for the City's municipal funds. Council's selection was Prosperity Bank as recorded in the previous item. The presented Ordinance updates the Ovilla Code of Ordinances.

PL4 Hunt moved that Council approve Ordinance 2015-009 of the City of Ovilla, Texas, amending Section 4.00 City Depository of Chapter 1, General Provision, Ovilla City Code; Providing that this Ordinance shall be cumulative of all ordinances; Providing a severability clause; Providing a savings clause; Providing for publication in the official newspaper; and Providing an effective date, seconded by PL2 Stevenson. *No oppositions, no abstentions.*

VOTE: The motion to approve carried unanimously: 5-0.

- 8. DISCUSSION/ACTION** – Consideration of and action on the appointment of a City Council Scholarship Committee and setting a date, time, and location to review the applications.

The Best Southwest Partnership (BSW) Education Committee submitted scholarship applications to independent school districts, private schools, and charter schools in the twelve cities in the Best Southwest Partnership's region. The City Council Scholarship Committee, consisting of the Mayor and two City Council persons, are responsible for application review and selection process. On or around April 10, 2015, applications received by the BSW will be sorted and provided to the city in which the scholarship applicant resides. The BSW 2nd Annual Quarterly Luncheon will be held on May 28, at 11:30 a.m. at the Hilton Garden Inn in Duncanville where the scholarship recipients will be announced. Council made two motions:

PL2 Stevenson moved that Council establish a City Council Scholarship Committee, consisting of Mayor Dormier, PL2 Stevenson and PL4 Hunt seconded by PL5 Oberg. *No oppositions, no abstentions.*

VOTE: The motion carried unanimously: 5-0.

PL2 Stevenson moved that the Council Scholarship Committee set April 20 at 5:00 p.m., located at the Ovilla City Hall for the City Council Scholarship Committee's review of scholarship applications for the Best Southwest Partnership Education Committee's scholarship program; and that the committee's choice will be final, seconded by PL5 Oberg. *No oppositions, no abstentions.*

VOTE: The motion carried unanimously: 5-0.

- 9. DISCUSSION/ACTION – Consideration** of and action on Ordinance 2015-010, of the City of Ovilla, Texas, repealing Appendix A "Fee Schedule" Section A6.000 (A), of the City of Ovilla Code of Ordinances, and replacing same with a new Section A6.000, Providing new Fire Inspection Fees; Providing a savings clause; Providing a severance clause; Proving for incorporation into the Ovilla Code of Ordinances; Providing for immediate effect; and Providing for publication.

Reviewing fees from neighboring municipalities proved Ovilla might consider amending their fees to be marketable and fair with the surrounding municipalities. The consensus from Council and direction given to staff from a previous meeting was to return with an ordinance amending the Fire Inspection Fees. Staff presented the ordinance with an initial fee of \$25 as recommended by the Fire Marshall, however, Council directed staff to modify the ordinance to allow the initial fee at \$0.0, one re-inspection fee at \$0.0, and having the third re-inspection fee at \$150.

Mayor Pro Tem Griffin moved that Council approve Ordinance 2015-010, **as modified with the first two inspections being \$0.0**, of the City of Ovilla, Texas, repealing Appendix A "Fee Schedule" Section A6.000 (A), of the City of Ovilla Code of Ordinances, and replacing same with a new Section A6.000, Providing new

Fire Inspection Fees; Providing a savings clause; Providing a severance clause; Providing for Incorporation into the Ovilla Code of Ordinances; Providing for immediate effect; and Providing for publication, seconded by PL1 Huber. *No oppositions, no abstentions.*

VOTE: The motion to approve as modified carried unanimously: 5-0.

EXECUTIVE SESSION

None.

REQUESTS FOR FUTURE AGENDA ITEMS AND/OR ANNOUNCEMENTS

No ANNOUNCEMENTS.

FUTURE ITEMS:

- 1. PL1 Huber None
- 2. PL2 Stevenson None
- 3. PL3 Griffin Time to consider the update of the Comprehensive Land Use Plan
- 4. PL4 Hunt None
- 5. PL5 Oberg None
- 6. Mayor None

ADJOURNMENT

There being no further business, Mayor Dormier adjourned the meeting at 7:50 p.m.

Richard Dormier, Mayor

Approved April 13, 2015

ATTEST:

Pamela Woodall, City Secretary

Attachments: Affidavits, Mayor and PL2 Stevenson



AFFIDAVIT

STATE OF Texas)
)
COUNTY OF Ellis)

That on this 9 day of March, 2015, Richard Dormier personally came and appeared before me at 6:00 o'clock AM/PM, Ovilla City Hall, of Ovilla, Texas, known, and known to me, who says: **Per the Local Government Code, Section 171, I am filing this affidavit stating that I shall abstain from voting and participating in the City Council matter of Item 3**

The nature and extent of my interest in this matter is member of HOA

FURTHER AFFIANT SAYETH NOT.

Richard Dormier

(Signature)

PRINTED NAME: Richard Dormier

PRESENTED AND FILED with me on this 9 day of March, 2015.

Pamela H. R. Bedall

CITY CLERK



AFFIDAVIT

STATE OF Texas)

)

COUNTY OF Ellis)

That on this 9 day of March, 2015, Larry Stevenson personally came and appeared before me at _____ o'clock AM/PM, Ovilla City Hall, of Ovilla, Texas, known, and known to me, who says: **Per the Local Government Code, Section 171, I am filing this affidavit stating that I shall abstain from voting and participating in the City Council matter of ___...**

The nature and extent of my interest in this matter is Item #3 I live in the subdivision Ashburne Glenn.

FURTHER AFFIANT SAYETH NOT.

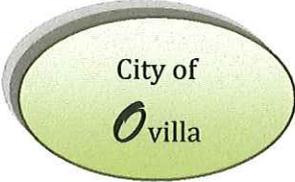
(Signature)

PRINTED NAME: Larry Stevenson

PRESENTED AND FILED with me on this 9 day of March, 2015.

Annika H. L. Woodall

CITY CLERK



Ovilla City Council

AGENDA ITEM REPORT

Item: 1

Meeting Date: April 13, 2015

Department: Administration

Discussion Action

Budgeted Expense: YES NO N/A

Submitted By: Jacqueline Lee

Amount: \$N/A

Reviewed By: Interim City Administrator

City Secretary

City Attorney

Accountant

Other: Staff

Attachments:

- 1. Annual Financial Report FY2013-2014

Agenda Item / Topic:

ITEM 1. *DISCUSSION/ACTION* – Consider acceptance of the Annual Financial Audit Report for the year ending September 30, 2014, prepared by Yeldell, Wilson and Company, C.P.A., P.C.

Discussion / Justification:

Greer Yeldell with Yeldell, Wilson & Co., P.C. will present the Annual Financial Report for the City's fiscal year ending September 30, 2014.

Recommendation / Staff Comments:

Sample Motion(s):

I move that Council APPROVE/DENY the Annual Financial Audit Report for the year ending September 30, 2014, prepared by Yeldell, Wilson, and Company.

CITY OF OVILLA, TEXAS

ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended September 30, 2014

CITY OF OVILLA, TEXAS
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2014

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CITY OF OVILLA, TEXAS
ANNUAL FINANCIAL REPORT
For the Fiscal Year Ended September 30, 2014

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Yeldell, Wilson & Co., P.C.

Certified Public Accountants

Greer Yeldell, CPA | Glen Wilson, CPA | Brooke Farmer, CPA | Joyce Reever, CPA | Glenda Vulek, CPA

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council
City of Ovilla, Texas

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented components units, each major fund, and the aggregate remaining fund information of City of Ovilla, Texas, as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Ovilla, Texas, as of September 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Honorable Mayor and Members of the City Council
City of Ovilla, Texas

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-11 and 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Ovilla, Texas' basic financial statements. The combining and individual fund financial statements and schedules, the combining component unit financial statements and the supplementary financial data are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules, the component unit financial statements and the supplementary financial data are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules, the component unit financial statements and the supplementary financial data are fairly stated, in all material respects, in relation to the basic financial statements as a whole.



Yeldell, Wilson & Co., P.C.
Certified Public Accountants

April 2, 2015

CITY OF OVILLA, TEXAS

105 South Cockrell Hill Road · Ovilla, Texas 75154 · (972) 617-7262 · FAX (972) 515-3221

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

As management of the City of Ovilla, Texas, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2014.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$884,699 (net position). Of this amount, \$2,427,490 represents unrestricted net position, which may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's total net position increased by \$186,280.
- As of the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$1,767,508, an increase of \$182,351 in comparison with the prior year. Approximately 90% of this amount (\$1,590,503) is available for spending at the City's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$1,590,503, or approximately 68% of the total general fund expenditures.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-wide Financial Statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *statement of net position* presents financial information on all of the City's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, streets, cultural and recreational, and solid waste. The business-type activities of the City include water and sewer operations.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also legally separate economic development corporation and municipal development corporation for which the City is financially accountable. Financial information for these component units are reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 12-13 of this report.

Fund Financial Statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Debt Service Fund, which are considered to be major funds. Data from the other three governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The basic governmental fund financial statements can be found on pages 14-16 of this report.

Proprietary Funds. The City maintains one type of proprietary fund. The *enterprise fund* is used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses the enterprises fund to account for its water and sewer operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer fund, which is considered to be major fund of the City.

The basic proprietary fund financial statements can be found on pages 17-19 of this report.

Fiduciary Funds. The City maintains one fiduciary fund. The *fiduciary fund* is used to account for resources held for the benefit of parties outside the government. The *fiduciary fund* is not reflected in the government-wide financial statement because the resources of this fund are not available to support the City's own programs. The accounting used for the *fiduciary fund* is much like that used for the proprietary fund.

The basic fiduciary fund financial statements can be found on pages 20-21 of this report.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22-49 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning the City's General fund Budget Comparison Schedule. Required supplementary information can be found on page 51 of this report.

This report also presents combining and individual fund financial statements and schedules in connection with the nonmajor governmental funds and water and sewer fund. These combining and individual fund financial statements and schedules can be found on pages 52-58 of this report.

In addition, this report presents a fund financial statement and schedule in connection with the Ovilla 4B Economic Development Corporation and Ovilla Municipal Development Corporation. The individual fund financial statements can be found on pages 59-61 of this report.

Government-wide Overall Financial Analysis

As noted earlier, net position over time, may serve as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities by \$884,699, at the close of the most recent fiscal year.

CITY OF OVILLA'S NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 1,912,192	\$ 2,096,732	\$ 1,337,675	\$ 1,407,733	\$ 3,249,867	\$ 3,504,465
Capital assets	1,639,478	1,845,157	2,693,775	2,844,358	4,333,253	4,689,515
Total assets	<u>3,551,670</u>	<u>3,941,889</u>	<u>4,031,450</u>	<u>4,252,091</u>	<u>7,583,120</u>	<u>8,193,980</u>
Long term liabilities	5,102,022	5,394,891	1,247,902	1,324,198	6,349,924	6,719,089
Other liabilities	152,500	516,763	195,997	252,149	348,497	768,912
Total liabilities	<u>5,254,522</u>	<u>5,911,654</u>	<u>1,443,899</u>	<u>1,576,347</u>	<u>6,698,421</u>	<u>7,488,001</u>
Net position:						
Net investment in capital assets	(3,422,855)	(3,508,888)	1,587,982	1,666,957	(1,834,873)	(1,841,931)
Restricted	177,005	177,354	115,077	109,575	292,082	286,929
Unrestricted	1,542,998	1,361,769	884,492	899,212	2,427,490	2,260,981
Total net position (deficit)	<u>\$ (1,702,852)</u>	<u>\$ (1,969,765)</u>	<u>\$ 2,587,551</u>	<u>\$ 2,675,744</u>	<u>\$ 884,699</u>	<u>\$ 705,979</u>

By far, the largest portion of the City's net position reflects its investment in capital assets (e.g., land, construction in progress, buildings, improvements, machinery and equipment, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position (\$292,082) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$2,427,490 is unrestricted and may be used to meet the City's ongoing obligations to its citizens and creditors.

The City's overall net position increased \$186,280 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

CITY OF OVILLA'S CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	\$ 670,723	\$ 607,256	\$ 1,267,882	\$ 1,180,731	\$ 1,938,605	\$ 1,787,987
Operating grants and contributions	12,388	18,720	-	-	12,388	18,720
Capital grants and contributions	2,310	-	20,732	-	23,042	-
General revenues:						
Property tax	1,664,265	1,668,401	-	-	1,664,265	1,668,401
Sales tax	221,125	221,114	-	-	221,125	221,114
Franchise tax	153,077	149,703	-	-	153,077	149,703
Investment earnings	6,175	7,265	3,322	3,150	9,497	10,415
Gain on sale of capital assets	7,678	32,196	-	-	7,678	32,196
Miscellaneous	127,768	136,713	-	-	127,768	136,713
Total revenues	2,865,509	2,841,368	1,291,936	1,183,881	4,157,445	4,025,249
Expenses:						
General government	353,835	341,985	-	-	353,835	341,985
Public safety	1,575,569	1,498,932	-	-	1,575,569	1,498,932
Streets	402,904	371,237	-	-	402,904	371,237
Cultural and recreational	27,221	21,695	-	-	27,221	21,695
Solid waste	200,910	199,979	-	-	200,910	199,979
Interest on long-term debt	168,048	174,287	-	-	168,048	174,287
Water and sewer	-	-	1,242,678	1,212,352	1,242,678	1,212,352
Total expenses	2,728,487	2,608,115	1,242,678	1,212,352	3,971,165	3,820,467
Increase in net position before transfers	137,022	233,253	49,258	(28,471)	186,280	204,782
Transfers	129,891	138,803	(129,891)	(138,803)	-	-
Increase in net position	266,913	372,056	(80,633)	(167,274)	186,280	204,782
Net position - beginning	(1,969,765)	(2,341,821)	2,668,184	2,835,458	698,419	493,637
Net position - ending	\$ (1,702,852)	\$ (1,969,765)	\$ 2,587,551	\$ 2,668,184	\$ 884,699	\$ 698,419

- The majority of the increase in revenue resulted from a increase in charges for services of about \$151,000.

Financial Analysis of Governmental Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as it represents the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City's Council.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$1,767,508, an increase of \$182,351 in comparison with the prior year. Approximately 90% of this total amount (\$1,590,503) constitutes *unassigned fund balance*, which is available for spending at the City's discretion. The remainder of the fund balance is restricted for particular purposes (\$177,005).

The general fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$1,590,503 while total fund balance reached \$1,623,421. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 68% of total general fund expenditures, while total fund balance represents 69% of that same amount.

The fund balance of the City's general fund increased \$191,293 during the current fiscal year.

The debt service fund has a total fund balance of \$83,418. The net decrease in fund balance during the current year in the debt service fund was \$26,668.

Proprietary Funds. The City's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Water and Sewer fund at the end of the year amounted to \$884,492. Net position decreased in 2014 by \$80,633. Other factors concerning the finances of this fund have already been addressed in the analysis of the City's operations.

General Fund Budgetary Highlights

Original budget compared to final budget. During the year, the City increased the original estimated revenue by \$92,387. This was offset with an increase in expenditures of \$70,776. The main components of the difference between original budget and final amended budget can be briefly summarized as follows:

- \$101,760 increase in license and permit revenue
- \$20,229 decrease in charges for services revenue
- \$52,000 increase in code enforcement expenditures

Final budget compared to actual results. General fund actual revenues of \$2,441,668 exceeded budgeted revenues of \$2,355,865 by \$85,803.

Budgeted general fund expenditures of \$2,681,850 exceeded actual expenditures of \$2,296,246. This \$385,604 positive variance in expenditures was achieved through a series of expenditure restrictions imposed during the year.

Capital Assets and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of September 30, 2014, amounts to \$4,333,253 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements, machinery and equipment, and infrastructure.

**City of Ovilla's Capital Assets
(net of depreciation)**

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 147,035	\$ 147,035	\$ 86,700	\$ 86,700	\$ 233,735	\$ 233,735
Construction in progress	-	-	14,740	14,740	14,740	14,740
Buildings	163,841	174,435	59,788	62,119	223,629	236,554
Improvements	-	-	2,440,511	2,577,323	2,440,511	2,577,323
Machinery and equipment	492,637	657,972	92,036	103,476	584,673	761,448
Infrastructure	835,965	865,715	-	-	835,965	865,715
Total	\$ 1,639,478	\$ 1,845,157	\$ 2,693,775	\$ 2,844,358	\$ 4,333,253	\$ 4,689,515

Major capital asset events during the current fiscal year included the following:

- Machinery and equipment additions of approximately \$27,000.
- Infrastructure improvements of approximately \$29,000.
- Machinery and equipment disposals of approximately \$149,000.

Additional information on the City of Ovilla's capital assets can be found in note 2.E on pages 33-34 of this report.

Long-term Debt. At the end of the current fiscal year, the City had a total bonded debt of \$6,175,000, all of which comprises bonded debt backed by the full faith and credit of the government.

City of Ovilla's Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
General obligation refunding	\$ 4,963,016	\$ 5,248,339	\$ 1,211,984	\$ 1,281,661	\$ 6,175,000	\$ 6,530,000
Total	\$ 4,963,016	\$ 5,248,339	\$ 1,211,984	\$ 1,281,661	\$ 6,175,000	\$ 6,530,000

The City's General Obligation Refunding Bonds ratings are listed below.

	<u>Standard's & Poor's</u>
General Obligation Refunding	AA

Additional information on the City of Ovilla's long term-debt can be found in note 2.J on pages 46-48 of this report.

Economic Factors and Next Year's Budgets and Rates

The FY2014-15 Budget calls for adopting the Effective Tax Rate (ETR) of \$0.6719 per \$100 of assessed property valuation. The operating tax rate is projected to increase from \$0.5019 to \$0.5101 and the debt rate will decrease from \$0.1700 to \$0.1618. The adopted tax rate of \$0.6719 is the same tax rate as fiscal year 2013-2014. The total combined budget of \$4,938,006 represents a decrease of \$27,120 less than the FY2013-14 Amended Budget of \$4,965,126, and an increase of \$371,512, or 7.5% over FY2013-2014 Adopted Budget.

According to both Ellis County and Dallas County Appraisal Districts, the total assessed property value for 2014 equals \$261,857,352. Additionally, existing property values increased \$13,696,611 and includes \$5,171,120 of new property coming on-line. Total exemptions account for \$49,555,985 in assessed property value, which equates to \$332,967 in lost property tax revenue.

Other revenues are projected to increase slightly in FY2014-2015. Sales tax collections are projected up by 9% over FY2013-2014 and building permits and related fees are projected to rise based on an estimated thirty (30) new housing permits for the remaining lots in Ovilla Parc and Ovilla Creek Estates subdivisions.

The City's annual debt service, including principal of \$365,000 and interest of \$210,325 is \$575,325. The outstanding debt reflects \$7,415,000 in General Obligation Refunding Bonds payable through 2029.

The Five-Year Strategic Guide adopted in March 2014 provides the focus of this year's budget. The City will continue to pursue its mission of adopting policies that reflect the values of the citizens. Staff will continue their focus on providing quality services to our citizens. The main emphasis will be on road and street improvements including Ellis County portion of Cockrell Hill Road, and neighborhood streets Silverwood Drive, Westlawn, and East Highland. This budget includes funding to revise the Comprehensive Land Plan, install the Water Street waterline and the road repair on Water Street after construction, as well as funding for the City's estimated portion for right-of-way acquisition and utility relocation for the expansion of FM664, revisions to the zoning maps, four quarterly newsletters, the purchase of a used truck for Public Works, salary and wage adjustments, and a merit increase based on performance of up to 3%. There was one part-time position authorized in this budget for public safety.

The budget includes cost increases from the Trinity River Authority for wastewater treatment and from Dallas Water Utilities for wholesale water. The water rate increase will impact the City's water customer base rate by \$0.77 per month. There was a 5% increase to the cost of employee health insurance premiums and a 3.23% increase to the City's portion of Texas Municipal Retirement System.

Funding from Emergency Services District #2 for fire protection services was increased from \$145,000 to \$165,000 to cover the cost of additional staffing hours between 4 p.m. - 8 p.m. Monday through Friday, and to compensate the volunteer firefighters on Saturday and Sunday. Funding from Emergency Services District #4 increased from \$18,000 to \$18,745 with the intent of the District to hold an election in 2015 to increase the District's tax rate.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the City Secretary, 105 South Cockrell Hill Rd., Ovilla, Texas 75154.

CITY OF OVILLA, TEXAS
STATEMENT OF NET POSITION
September 30, 2014

	Primary Government			Component Units	
	Governmental	Business-type	Total	Ovilla 4B	Ovilla
	Activities	Activities		Economic Development Corporation	Municipal Development District
ASSETS					
Cash and cash equivalents	\$ 1,356,389	\$ 971,309	\$ 2,327,698	\$ 376,575	\$ 94,872
Investments	304,656	1,145	305,801	-	-
Receivables (net of allowance for uncollectibles)	84,687	267,908	352,595	-	4,776
Due from primary government	-	-	-	6,544	-
Internal balances	166,460	(166,460)	-	-	-
Inventories	-	17,198	17,198	-	-
Restricted assets:					
Cash and cash equivalents	-	241,720	241,720	-	-
Investments	-	4,855	4,855	-	-
Capital assets:					
Non-depreciable	147,035	101,440	248,475	-	-
Depreciable (net of accumulated depreciation)	1,492,443	2,592,335	4,084,778	-	-
Total Assets	<u>3,551,670</u>	<u>4,031,450</u>	<u>7,583,120</u>	<u>383,119</u>	<u>99,648</u>
LIABILITIES					
Accounts payable and other current liabilities	94,955	126,045	221,000	-	-
Accrued payroll payable	30,191	9,722	39,913	-	-
Accrued interest payable	21,131	5,160	26,291	-	-
Due to component unit	6,223	-	6,223	-	-
Due to primary government	-	-	-	-	321
Customer deposits payable	-	55,070	55,070	-	-
Noncurrent liabilities:					
Due within one year	333,049	82,251	415,300	-	-
Due in more than one year	4,768,973	1,165,651	5,934,624	-	-
Total Liabilities	<u>5,254,522</u>	<u>1,443,899</u>	<u>6,698,421</u>	<u>-</u>	<u>321</u>
NET POSITION					
Net investment in capital assets	(3,422,855)	1,587,982	(1,834,873)	-	-
Restricted for:					
Public safety	19,728	-	19,728	-	-
Cultural and recreational	73,859	-	73,859	-	-
Debt service	83,418	-	83,418	-	-
Infrastructure improvements	-	115,077	115,077	-	-
Unrestricted	1,542,998	884,492	2,427,490	383,119	99,327
Total Net Position	<u>\$ (1,702,852)</u>	<u>\$ 2,587,551</u>	<u>\$ 884,699</u>	<u>\$ 383,119</u>	<u>\$ 99,327</u>

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended September 30, 2014

Function/Program Activities	Program Revenues				Net (Expense) Revenue and Changes in Net Position				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units	
					Governmental Activities	Business-type Activities	Total	Ovilla 4B Economic Development Corporation	Ovilla Municipal Development District
Primary government:									
Governmental activities:									
General government	\$ 353,835	\$ 200,092	\$ 3,000	\$ -	\$ (150,743)	\$ -	\$ (150,743)	\$ -	\$ -
Public safety	1,575,569	218,434	9,388	2,310	(1,345,437)	-	(1,345,437)	-	-
Streets	402,904	-	-	-	(402,904)	-	(402,904)	-	-
Cultural and recreational	27,221	22,413	-	-	(4,808)	-	(4,808)	-	-
Solid waste	200,910	229,784	-	-	28,874	-	28,874	-	-
Interest on long-term debt	168,048	-	-	-	(168,048)	-	(168,048)	-	-
Total governmental activities	2,728,487	670,723	12,388	2,310	(2,043,066)	-	(2,043,066)	-	-
Business-type activities:									
Water and sewer	1,242,678	1,267,882	-	20,732	-	45,936	45,936	-	-
Total business-type activities	1,242,678	1,267,882	-	20,732	-	45,936	45,936	-	-
Total primary government	\$3,971,165	\$1,938,605	\$ 12,388	\$ 23,042	(2,043,066)	45,936	(1,997,130)	-	-
Component Units:									
Economic development	31,547	-	-	-	-	-	-	(31,547)	-
Municipal development	2,384	-	-	-	-	-	-	-	(2,384)
Total component units	\$ 33,931	\$ -	\$ -	\$ -	-	-	-	(31,547)	(2,384)
General revenues:									
Property taxes					1,664,265	-	1,664,265	-	-
Sales taxes					221,125	-	221,125	88,450	30,675
Franchise taxes					153,077	-	153,077	-	-
Investment earnings					6,175	3,322	9,497	1,093	256
Gain on sale of capital assets					7,678	-	7,678	-	-
Miscellaneous					127,768	-	127,768	-	-
Transfers					129,891	(129,891)	-	-	-
Total general revenues and transfers					2,309,979	(126,569)	2,183,410	89,543	30,931
Change in net position					266,913	(80,633)	186,280	57,996	28,547
Net position - beginning					(1,969,765)	2,668,184	698,419	325,123	70,780
Net position - ending					\$ (1,702,852)	\$ 2,587,551	\$ 884,699	\$ 383,119	\$ 99,327

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
September 30, 2014

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 1,273,622	\$ 21,658	\$ 61,109	\$ 1,356,389
Investments	304,656	-	-	304,656
Receivables (net of allowance for uncollectibles)	80,871	3,816	-	84,687
Due from other funds	105,060	61,800	-	166,860
Total assets	<u>\$ 1,764,209</u>	<u>\$ 87,274</u>	<u>\$ 61,109</u>	<u>\$ 1,912,592</u>
LIABILITIES				
Accounts payable and other current liabilities	\$ 94,515	\$ -	\$ 440	\$ 94,955
Accrued payroll payable	30,191	-	-	30,191
Due to other funds	-	400	-	400
Due to component unit	6,223	-	-	6,223
Total liabilities	<u>130,929</u>	<u>400</u>	<u>440</u>	<u>131,769</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue-property tax	<u>9,859</u>	<u>3,456</u>	<u>-</u>	<u>13,315</u>
FUND BALANCES				
Restricted for:				
Public safety	8,787	-	10,941	19,728
Cultural and recreational	24,131	-	49,728	73,859
Debt service	-	83,418	-	83,418
Unassigned	<u>1,590,503</u>	<u>-</u>	<u>-</u>	<u>1,590,503</u>
Total fund balances	<u>1,623,421</u>	<u>83,418</u>	<u>60,669</u>	<u>1,767,508</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,764,209</u>	<u>\$ 87,274</u>	<u>\$ 61,109</u>	

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 1,639,478

Other long-term assets are not available to pay for current period expenditures and, therefore, are reported as unavailable revenue in the funds. 13,315

Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.

Accrued interest payable	\$ (21,131)	
Due within one year	(333,049)	
Due in more than one year	(4,768,973)	<u>(5,123,153)</u>

Net position of governmental activities		<u>\$ (1,702,852)</u>
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The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2014

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property taxes	\$ 1,245,694	\$ 421,915	\$ -	\$ 1,667,609
Sales taxes	221,125	-	-	221,125
Franchise taxes	153,077	-	-	153,077
Licenses and permits	195,404	-	-	195,404
Fines and forfeitures	54,903	-	-	54,903
Charges for current services	398,003	-	-	398,003
Revenues from use of money and property	5,464	642	69	6,175
Miscellaneous	127,762	-	22,413	150,175
Intergovernmental	4,988	-	-	4,988
Contributions and donations	3,000	-	4,400	7,400
Total revenues	<u>2,409,420</u>	<u>422,557</u>	<u>26,882</u>	<u>2,858,859</u>
EXPENDITURES				
Current:				
General government	346,449	-	-	346,449
Public safety	1,401,367	-	9,156	1,410,523
Streets	370,393	-	-	370,393
Cultural and recreational	25,329	-	-	25,329
Solid waste	200,910	-	-	200,910
Debt service:				
Principal retirement	-	285,323	-	285,323
Interest and fiscal charges	-	175,150	-	175,150
Total expenditures	<u>2,344,448</u>	<u>460,473</u>	<u>9,156</u>	<u>2,814,077</u>
Excess (deficiency) of revenues over (under) expenditures	<u>64,972</u>	<u>(37,916)</u>	<u>17,726</u>	<u>44,782</u>
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	7,678	-	-	7,678
Transfers in	118,643	11,248	-	129,891
Total other financing sources (uses)	<u>126,321</u>	<u>11,248</u>	<u>-</u>	<u>137,569</u>
Net change in fund balances	191,293	(26,668)	17,726	182,351
Fund balances-beginning of year	<u>1,432,128</u>	<u>110,086</u>	<u>42,943</u>	<u>1,585,157</u>
Fund balances-end of year	<u>\$ 1,623,421</u>	<u>\$ 83,418</u>	<u>\$ 60,669</u>	<u>\$ 1,767,508</u>

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended September 30, 2014

Amounts reported for governmental activities in the statement of activities (page 13) are different because:

Net Change in Fund Balances - total governmental funds (page 15)	\$	182,351
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.</p>		
		30,562
<p>Depreciation expense on capital assets is reported in the government-wide statement of activities and changes in net position, but they do not require the use of current financial resources. Therefore, depreciation expense is not reported as expenditure in governmental funds.</p>		
		(230,317)
<p>The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>		
Bond principal repayments	\$ 285,323	
Amortization of bond discount	(773)	
Amortization of bond premium	7,162	291,712
<p>Payment of compensated absences is reported as expenditures in the governmental funds when actually paid. However, on the government-wide statement of changes in net position compensated absences are expensed as they are accrued. Change in the compensated absences liability.</p>		
		1,157
<p>Some property tax will not be collected for several months after the City's fiscal year end. These are not considered "available" revenues in the governmental funds until received. Change in unavailable revenue on fund statements.</p>		
		(3,342)
<p>Accrued interest expense on long-term debt is reported in the government-wide statement of activities and changes in net position, but does not require the use of current financial resources; therefore, accrued interest expense is not reported as expenditures in governmental funds. Change in accrued interest.</p>		
		714
Change in net position of governmental activities (page 13)	\$	266,913

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUND
September 30, 2014

	Business-type Activities - Enterprise (Water and Sewer) Fund
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 971,309
Investments	1,145
Receivables (net of allowance for uncollectibles)	267,908
Inventory	17,198
Total current assets	1,257,560
Noncurrent assets:	
Restricted assets:	
Cash and cash equivalents	241,720
Investments	4,855
Total restricted assets	246,575
Capital assets (net, where applicable of accumulated depreciation)	2,693,775
Total noncurrent assets	2,940,350
Total assets	4,197,910
LIABILITIES	
Current liabilities:	
Accounts payable and other current liabilities	126,045
Accrued payroll payable	9,722
Due to other funds	166,460
Accrued interest payable	5,160
Compensated absences	10,611
Customer deposits payable	55,070
Bonds payable	71,640
Total current liabilities	444,708
Noncurrent liabilities:	
Bonds payable	1,165,651
Total noncurrent liabilities	1,165,651
Total liabilities	1,610,359
NET POSITION	
Net investment in capital assets	1,587,982
Restricted for infrastructure improvements	115,077
Unrestricted	884,492
Total net position	\$ 2,587,551

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
For the Fiscal Year Ended September 30, 2014

	Business-type Activities - Enterprise (Water and Sewer) Fund
Operating revenues:	
Water sales	\$ 831,451
Sewer service charge	264,658
Impact fees	5,285
Infrastructure improvement fees	135,386
Miscellaneous	31,102
Total operating revenues	1,267,882
Operating expenses:	
Water administration	120,976
Water	539,126
Sewer	360,251
Depreciation	181,496
Total operating expenses	1,201,849
Operating income	66,033
Nonoperating revenue (expenses)	
Investment earnings	3,322
Interest and fiscal charges	(40,829)
Total nonoperating revenue (expenses)	(37,507)
Income before capital contributions and transfers	28,526
Capital contributions	20,732
Transfer out	(129,891)
Change in net position	(80,633)
Net position - beginning	2,668,184
Net position - ending	\$ 2,587,551

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
For the Fiscal Year Ended September 30, 2014

	Business-type Activities - Enterprise (Water and Sewer) Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 1,259,446
Payments to suppliers	(798,604)
Payments to employees	(292,715)
Net cash provided by (used for) operating activities	168,127
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Advances from other funds	166,460
Transfers to other funds	(129,891)
Net cash provided by (used for) noncapital financing activities	36,569
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Capital contribution	20,732
Acquisition and construction of capital assets	(30,913)
Principal paid on bond maturities	(69,677)
Interest and fiscal charges paid on bonds	(42,675)
Net cash provided by (used for) capital and related financing activities	(122,533)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on investments	3,322
Net cash provided by investing activities	3,322
Net increase in cash and cash equivalents	85,485
Cash and cash equivalents - beginning	1,133,544
Cash and cash equivalents - ending	\$ 1,219,029
Reconciliation of operating income to net cash provided by (used for) operating activities:	
Operating income	\$ 66,033
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:	
Depreciation	181,496
(Increase) decrease in accounts receivable	(17,876)
(Increase) decrease in inventory	(601)
Increase (decrease) in accounts payable and accrued expenses	(70,365)
Increase (decrease) in customer deposits	9,440
Total adjustments	102,094
Net cash provided by (used for) operating activities	\$ 168,127

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
September 30, 2014

	Insurance Trust Fund
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 11,266
Total assets	<u>11,266</u>
 LIABILITIES	 -
 NET POSITION	
Restricted for employee benefits	11,266
Total net position	<u>\$ 11,266</u>

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
For the Fiscal Year Ended September 30, 2014

	Insurance Trust Fund
Additions	
Contributions	
Employer	\$ 11,266
Total contributions	11,266
Total additions	
Deductions	-
Change in net position	11,266
Net position - beginning	-
Net position - ending	\$ 11,266

The notes to the financial statements are an integral part of this statement.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of government-wide financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

B. Reporting entity

The City of Ovilla, Texas (the "City") is a general law municipality and was incorporated in 1963. The accompanying financial statements present the City and its component units, entities for which the government is considered financially accountable. The Corporations described below are included in the City's reporting entity because the City appoints the governing body and the Corporations are fiscally dependent on the City. The Corporations are reported as discretely presented component units since their governing bodies are not substantively the same as the governing body of the City, and they provide services to the citizens of Ovilla and the surrounding area as opposed to only the primary government. To emphasize that they are legally separate from the City, they are reported in separate columns in the financial statements. Fund information for the component units may be found in the supplementary information in this report.

Discretely presented component units. The *Ovilla 4B Economic Development Corporation* was created under Section 4B of the Development Corporation Act of 1979, as amended, Article 5190.6, Vernon's Texas civil statutes, as amended, and is responsible for collecting and disbursing the one-half percent sales tax to be used for economic development within the City. The members of the Corporation's board are appointed by the City. The Corporation is presented as a governmental fund type and has a September 30 year-end.

The *Ovilla Municipal Development District* was created in accordance with Chapter 377 of the Texas Local Government Code and is responsible for collecting and disbursing the one-quarter percent sales tax to be used for municipal development within the City. The members of the District's board are appointed by the City. The District is presented as a governmental fund type and has a September 30 year-end.

Separate financial statements for the Corporation and District are not issued.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Basis of presentation - government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds. The statement of net position reports all financial and capital resources. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment.

As discussed earlier, the City has two discretely presented component units. The Ovilla 4B Economic Development Corporation and Ovilla Municipal Development District are considered to be major component units and are shown in separate columns in the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water and sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

D. Basis of presentation - fund financial statements

The fund financial statements provide information about the City's funds. Separate statements for each fund category—governmental and proprietary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

The *general fund* is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *debt service fund* accounts for the resources accumulated and payments made for principal and interest and related costs on long-term general obligation debt of governmental funds.

The City reports the following major proprietary fund:

The *water and sewer fund* accounts for the activities of the sewage pumping stations and collection systems, and the water distribution system.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Basis of presentation - fund financial statements (continued)

The City reports the following fiduciary fund:

The *insurance trust fund* is used to account for the receipt, investment, and distribution of contributions used to pay premiums on insured employee welfare benefit plans.

During the course of operations the City has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

E. Measurement focus and basis of accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Measurement focus and basis of accounting (continued)

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses and permits, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period, if available. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the City.

F. Budgetary information

1. Budgetary basis of accounting

Annual budgets for the general, debt service and water and sewer funds are adopted on the budgetary basis of accounting. All annual appropriations lapse at fiscal year end. The legal level of budgetary control is the fund level.

2. Compliance with finance related legal and contractual provisions

The City has no material violations of finance related legal and contractual provisions, including the Texas Public Funds Investment Act.

G. Assets, liabilities, deferred inflows of resources, and net position/fund balance

1. Cash and cash equivalents

For purposes of the statement of cash flows the City's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposit, and short-term investments with a maturity of three months or less from the date of acquisition.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Assets, liabilities, deferred inflows of resources, and net position/fund balance (continued)

2. Investments

Investments for the City are reported at fair value (generally based on quoted market prices) except for the position in TexPool and TexSTAR.

In accordance with state law, TexPool operates in conformity with all of the requirements of the Securities and Exchange Commission's (SEC) Rule 2a7 as promulgated under the Investment Company Act of 1940, as amended. Accordingly, TexPool qualifies as a 2a7-like pool and is reported at the net asset value per share (which approximates fair value) even though it is calculated using the amortized cost method. TexPool is subject to regulatory oversight by the State Treasurer, although it is not registered with the SEC.

The State Comptroller of Public Accounts oversees TexPool. Federated Investors is the full service provider to the pools managing the assets, providing participant services, and arranging for all custody and other functions in support of the pools operations under a contract with the Comptroller.

TexPool is managed conservatively to provide a safe, efficient, and liquid investment alternative to Texas governments. The pools seek to maintain a \$1.00 value per share as required by the Texas Public Funds Investment Act. TexPool investments consist exclusively of U.S. Government securities, repurchase agreements collateralized by U.S. Government securities, and AAA-rated no-load money market mutual funds. TexPool is rated AAAM by Standard & Poor's, the highest rating a local government investment pool can achieve. The weighted average maturities of the pools cannot exceed 60 days, with the maximum maturity of any investment limited to 13 months. TexPool, like its participants, is governed by the Texas Public Funds Investment Act, and is in full compliance with the Act.

TexSTAR is a local government investment pool created under the Interlocal Cooperation Act specifically tailored to meet Texas state and local government investment objectives of preservation of principal, daily liquidity and competitive yield. The fund is rated AAAM by Standard and Poor's and maintains a maturity of 60 days or less, with a maximum maturity of 13 months for any individual security. The fund seeks to maintain a constant dollar objective and fulfills all requirements of the Texas PFIA for local government investment pools.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Assets, liabilities, deferred inflows of resources, and net position/fund balance (continued)

J.P. Morgan Investment Management Inc. ("JPMIM" or the "investment manager") and First Southwest Company ("FSC") serve as co-administrators for TEXSTAR. JPMIM provides investment management services, and FSC provides participant services and marketing. Custodial, fund accounting and depository services are provided by JPMorgan Chase Bank, N.A. and/or its subsidiary J.P. Morgan Investor Services Co. Transfer agency services are provided by Boston Financial Data Services, Inc. ("BFDS" or the "Transfer Agent"). Each of JPMIM, FSC, BFDS and JPMorgan Chase Bank, N.A. may provide certain services, including those described herein, through the use of subcontractors and/or delegates.

3. Receivables and Allowances for Doubtful Accounts

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of ninety days comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is the lesser of .2 percent of the tax levy for each fiscal year or the outstanding property taxes for each fiscal year at year end.

4. Inventories

Inventories are valued at cost using the first-in/first-out (FIFO) method and consist of expendable supplies. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased.

5. Restricted assets

Certain proceeds of the City's enterprise fund bonds are classified as restricted assets on the statement of net assets because they are maintained in separate bank accounts and their use is limited by applicable bond covenants. The "bond construction" account is used to report those proceeds of bond issuances that are restricted for use in construction. The "infrastructure impact fees" account is used to segregate resources accumulated for infrastructure improvements.

6. Capital assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of one year.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Assets, liabilities, deferred inflows of resources, and net position/fund balance (continued)

As the City constructs or acquires additional capital assets each period, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated fair value at the date of donation.

Interest incurred during the construction phase of capital assets of enterprise funds is included as part of the capitalized value of the assets constructed. The amount of interest capitalized depends on the specific circumstances. No interest was capitalized during 2014.

Land and construction in progress are not depreciated. The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight line method over the following estimated useful lives:

<u>Capital asset classes</u>	<u>Lives</u>
Buildings	30-40
Improvements	7-40
Machinery and equipment	3-15
Infrastructure	15-40

7. Deferred Inflows of Resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

8. Net position flow assumption

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City’s policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Assets, liabilities, deferred inflows of resources, and net position/fund balance (continued)

Net positions are classified in the following categories:

Net investment in capital assets —This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the assets.

Restricted net position —This amount is restricted by creditors, grantors, contributors, or laws or regulations of other governments.

Unrestricted net position —This amount is the net position that does not meet the definition of "net investment in capital assets" or "restricted net position".

9. Fund balance flow assumption

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

10. Fund balance policies

The governmental fund financial statement present fund balance categorized based on the nature and extent of the constraints placed on the specific purposes for which a government's funds may be spent. The following classifications describe the relative strength of the spending constraints:

Restricted fund balance—amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

Unassigned fund balance— amounts that represent fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. Other governmental funds might report a negative balance in this classification, as the result of overspending for specific purposes for which amounts had been restricted, committed, or assigned. Positive balances are reported only in the general fund.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Assets, liabilities, deferred inflows of resources, and net position/fund balance (continued)

The City's goal is to maintain an unassigned fund balance in the general fund equal to twenty-five percent of budgeted expenditures less budgeted capital equipment items and any amounts budgeted as reserves.

H. Revenues and expenditures/expenses

1. Program revenues

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. Property taxes

Property taxes attach as an enforceable lien on real property and are levied as of October 1st on the assessed value listed as of the prior January 1st for all real and personal property. Appraised values are established by the Ellis Appraisal District as market value and assessed at 100% of appraised value. The Ellis County Tax Assessor/Collector bills and collects the City's property taxes, which are due October 1. Full payment can be made prior to the next January 31 to avoid penalty and interest charges. Over time substantially all property taxes are collected.

3. Compensated absences

The City's policy permits employees to accumulate earned but unused vacation pay benefits. The liability for such unused vacation is reported as incurred in the government-wide and proprietary fund financial statements. A liability for those amounts is recorded in the governmental funds only if the liability has matured as a result of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable. Unused vacation shall be taken during the year following its accumulation.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Revenues and expenditures/expenses (continued)

4. Proprietary funds operating and nonoperating revenues and expenses

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and wastewater fund are charges to customers for sales and services. Operating expenses for the water and wastewater fund includes the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

5. Long-term obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

NOTE 2 – DETAILED NOTES ON ALL ACTIVITIES AND FUNDS

A. Cash deposits with financial institutions

Custodial credit risk-deposits. In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require that all deposits in financial institutions be fully insured or collateralized by U.S. Government obligations or obligations of Texas and its agencies that have a market value of not less than the principal amount of the deposits. At year-end, the City's bank balance was \$2,881,505. Of the bank balance, \$709,571 was covered by federal depository insurance and the remaining balance, \$2,171,934 was covered by collateral pledged in the City's name. The collateral was held in the City's name by the safekeeping departments of the pledging bank's agent and had a fair value of approximately \$4,086,000.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 – DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

B. Investments

Public funds of the City of Ovilla may be invested in the following obligations: (1) obligations of the United States or its agencies and instrumentalities, excluding mortgage-backed securities and including or any obligation fully guaranteed or insured by the FDIC, (2) direct obligations of the State of Texas, or its agencies and instrumentalities, (3) other obligations which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, the State of Texas or the United States or their respective agencies and instrumentalities, excluding mortgage-related securities, (4) fully insured or collateralized certificates of deposits at a national or state bank with FDIC membership, domiciled within the State of Texas, (5) investment pools meeting the criteria established by section 2256.016 of the Texas Government Code, (6) repurchase agreements, reverse repurchase agreements, bankers' acceptances, and commercial paper provided these instruments are authorized for the City to the extent that they are contained in the portfolios of approved public funds investment pools in which the City invests, and (7) regulated no-load money market mutual funds.

The State Treasurer's Investment Pools (TexPool and TexSTAR) operate in accordance with state law, which requires it to meet all of the requirements of Rule 2a-7 of the Securities and Exchange Commission. See note I.G.2, Investments, for a discussion of how the shares in the Pool are valued. The Pools have a credit rating of AAA from Standard & Poor's Financial Services. Local government investment pools in this rating category meet the highest standards for credit quality, conservative investment policies, and safety of principal. TexPool and TexSTAR invest in a high quality portfolio of debt securities investments legally permissible for municipalities and school districts in the state.

<u>Investment Type</u>	<u>Fair Value</u>
TexPool	\$ 308
TexSTAR	10,345
Certificates of deposit	300,003
	<u>\$ 310,656</u>

Generally, *credit risk* is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. As of September 30, 2014, the City's investment in both TexPool and TexSTAR are rated AAAM by Standard & Poor's

Concentration of credit risk. The City's investment policy contains no limitations on the amount that can be invested in authorized local government investment pools.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 – DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

C. Restricted assets

The balances of the restricted asset accounts in the proprietary fund are as follows:

Bond construction account	\$ 131,498
Infrastructure impact fees	115,077
	\$ 246,575

D. Receivables

Amounts are aggregated into a single accounts receivable (net of allowance for uncollectibles) line for certain funds and aggregated columns. Below is the detail of receivables for the general, debt service, and water and sewer funds, including the applicable allowances for uncollectible accounts:

<u>Receivables:</u>	<u>General</u>	<u>Debt Service</u>	<u>Water and Sewer</u>	<u>Total</u>
Taxes	\$ 75,502	\$ 10,216	\$ -	\$ 85,718
Accounts	21,711	-	277,532	299,243
Gross receivables	97,213	10,216	277,532	384,961
Less: allowance for uncollectibles	(16,342)	(6,400)	(9,624)	(32,366)
Net total receivables	\$ 80,871	\$ 3,816	\$ 267,908	\$ 352,595

E. Capital assets

Capital asset activity for the year ended September 30, 2014, was as follows:

Governmental activities:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 147,035	\$ -	\$ -	\$ 147,035
Total capital assets not being depreciated	147,035	-	-	147,035
Capital assets being depreciated:				
Buildings	317,819	-	-	317,819
Machinery and equipment	2,763,300	24,638	(79,178)	2,708,760
Infrastructure	1,116,210	5,924	-	1,122,134
Totals capital assets being depreciated	4,197,329	30,562	(79,178)	4,148,713
Less accumulated depreciation for:				
Buildings	(143,384)	(10,594)	-	(153,978)
Machinery and equipment	(2,105,328)	(184,049)	73,254	(2,216,123)
Infrastructure	(250,495)	(35,674)	-	(286,169)
Total accumulated depreciation	(2,499,207)	(230,317)	73,254	(2,656,270)
Total capital assets, being depreciated, net	1,698,122	(199,755)	(5,924)	1,492,443
Governmental activities capital assets, net	\$ 1,845,157	\$ (199,755)	\$ (5,924)	\$ 1,639,478

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

E. Capital assets (continued)

Depreciation expense was charged to the functions/programs of the governmental activities of the primary government as follows:

Governmental activities:

General government	\$ 12,598
Public safety	164,413
Streets	51,414
Cultural and recreational	1,892
Total depreciation expense - governmental activities	\$ 230,317

Business-type activities:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated:				
Land	\$ 86,700	\$ -	\$ -	\$ 86,700
Construction in progress	14,740	-	-	14,740
Total capital assets not being depreciated	101,440	-	-	101,440
Capital assets being depreciated:				
Buildings	85,084	-	-	85,084
Improvements	4,856,192	28,833	-	4,885,025
Machinery and equipment	328,852	2,080	(75,456)	255,476
Total capital assets being depreciated	5,270,128	30,913	(75,456)	5,225,585
Less accumulated depreciation for:				
Buildings	(22,965)	(2,331)	-	(25,296)
Improvements	(2,278,869)	(165,645)	-	(2,444,514)
Machinery and equipment	(225,376)	(13,520)	75,456	(163,440)
Total accumulated depreciation	(2,527,210)	(181,496)	75,456	(2,633,250)
Total capital assets being depreciated, net	2,742,918	(150,583)	-	2,592,335
Business-type capital assets, net	\$ 2,844,358	\$ (150,583)	\$ -	\$ 2,693,775

F. Significant commitments

The City has entered into a memorandum of agreement with the City of Dallas, Texas to purchase treated water for a term of thirty years, expiring in 2039. The City pays for water based on the volume received at a flat rate as determined under the contract. The City of Dallas agrees to provide potable water to meet volume and demand requirements of the City. Delivery of potable water are subject to and limited to available system supply and system deliverability, as determined by the Director of Water Utilities of Dallas. If the City ceases to take water from the City of Dallas because other surface water supplies have been developed or acquired, the City shall for five years or the balance of this contract, whichever is less, remain liable for demand charges at the billing level in effect at such cessation.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

F. Significant commitments (continued)

Actual payments for the year ended September 30, 2014 were \$313,814.

The City has entered into a contract with the Trinity River Authority of Texas - Red Oak Creek Regional Wastewater System to obtain wastewater treatment services, expiring in 2017. In the contract, the Authority agreed to acquire and construct a regional wastewater treatment system to serve the City and other contractual parties, in the area of the watershed or drainage basin of Red Oak Creek, being a tributary of the Trinity River, and located in Ellis and Dallas Counties, Texas. The Trinity River Authority (TRA) is a governmental agency, which is controlled by directors appointed by the governor.

The City is responsible for a proportionate share of the system's annual operation, maintenance and debt service costs for the term of the contract. These costs are determined annually and are payable in monthly installments. A current schedule of estimated future contractual payments due to the Authority is shown below:

Year Ending 30-Sep	Amount
2015	\$ 223,992
2016	223,992
2017	14,000
	\$ 461,984

Actual payments for the year ended September 30, 2014 were \$263,554.

The payments to be received from the City of Ovilla, Texas are used as collateral for the bonds issued by TRA to construct the facility.

Complete separate financial statements for the Trinity River Authority may be obtained at Trinity River Authority of Texas, 5300 South Collins, P.O. Box 60, Arlington, Texas 76004.

The City has entered into a contract with Progressive Waste Solutions of TX, Inc. that grants the exclusive right to operate and maintain the collection, transportation and recycling or disposal of municipal solid waste, expiring in 2018. At which time there is an option for a one-year renewal for each of the two following years.

Actual payments for the year ended September 30, 2014 were \$200,910.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations

Texas Municipal Retirement System (TMRS)

Plan Description. The City provides pension benefits for all of its eligible employees through a non-traditional, joint contributory, hybrid defined benefit plan in the state-wide Texas Municipal Retirement System (TMRS), an agent multiple-employer public employee retirement system. The plan provisions that have been adopted by the City are within the options available in the governing state statutes of TMRS.

TMRS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information (RSI) for TMRS; the report also provides detailed explanations of the contributions, benefits, and actuarial methods and assumptions used by the System. This report may be obtained from TMRS' website at www.TMRS.com.

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS. Plan provisions for the City were as follows:

	<u>Plan Year 2013</u>	<u>Plan Year 2014</u>
Employee deposit rate	7.0%	7.0%
Matching ratio (City to employee)	2 to 1	2 to 1
Years required for vesting	5	5
Service retirement eligibility (expressed as age / years of service)	60/5, 0/20	60/5, 0/20
Updated Service Credit	100% Repeating, Transfers	100% Repeating, Transfers
Annuity Increase (to retirees)	0% of CPI	0% of CPI

Contributions. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) cost method (EAN was first used in the December 31, 2013 valuation; previously, the Projected Unit Credit actuarial cost method had been used). This rate consists of the normal cost contribution rate and the prior service cost contribution rate, which is calculated to be a level percent of payroll from year to year. The normal cost contribution rate for an employee is the contribution rate which, if applied to a member's compensation throughout their period of anticipated covered service with the municipality, would be sufficient to meet all benefits payable on their behalf. The salary-weighted average of the individual rates is the total normal cost rate. The prior service contribution rate amortizes the unfunded (overfunded) actuarial liability (asset) over the plan's 25.0-year amortization period. Both the normal cost and prior service contribution rates include recognition of the projected impact of annually repeating benefits, such as Updated Service Credits and Annuity Increases.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations (continued)

The City contributes to the TMRS Plan at an actuarially determined rate, which for 2014 and 2013 was 5.54% and 5.72%, respectively. Both the employees and the City make contributions monthly. Since the City needs to know its contribution rate in advance for budgetary purposes, there is a one-year delay between the actuarial valuation that serves as the basis for the rate and the calendar year when the rate goes into effect (i.e., the December 31, 2013 valuation will determine the contribution rate beginning January 1, 2015). The annual pension cost and net pension obligation/(asset) are as follows:

Annual Required Contribution (ARC)	\$ 52,626
Interest on Net Pension Obligation	-
Adjustment to the ARC	-
Annual Pension Cost (APC)	52,626
Contributions Made	(52,626)
Increase (decrease) in net pension obligation	-
Net Pension Obligation/(Asset), beginning of year	-
Net Pension Obligation/(Asset), end of year	\$ -

Six-year trend information is as follows:

Fiscal Year Ending	Annual Pension Cost (APC)	Actual Contribution Made	Percentage of APC Contributed	Net Pension Obligation/ (Asset)
2009	\$ 48,420	\$ 48,420	100%	\$ -
2010	49,069	49,069	100%	-
2011	51,525	51,525	100%	-
2012	48,607	48,607	100%	-
2013	50,623	50,623	100%	-
2014	52,626	52,626	100%	-

The required contribution rates for fiscal year 2014 were determined as part of the December 31, 2011 and 2012 actuarial valuations. Additional information as of the latest actuarial valuation, December 31, 2013, also follows:

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations (continued)

Valuation Date	12/31/2011	12/31/2012	12/31/2013
Actuarial Cost Method	Projected Unit Credit	Projected Unit Credit	Entry Age Normal
Amortization Method	Level Percent of Payroll	Level Percent of Payroll	Level Percent of Payroll
GASB 25 Equivalent Single Amortization Period	23.8 years; closed period	23.1 years; closed period	30.0 years; closed period
Amortization Period for new Gains/Losses	25 years	25 years	22 years
Asset Valuation Method	10-year Smoothed Market	10-year Smoothed Market	10-year Smoothed Market
Actuarial Assumptions:			
Investment Rate of Return*	7.0%	7.0%	7.0%
Projected Salary Increases*	Varies by age and service	Varies by age and service	Varies by age and service
* Includes Inflation at Cost-of-Living Adjustments	3.0% 0%	3.0% 0%	3.0% 0%

Funded Status and Funding Progress – In October 2013, the TMRS Board approved actuarial changes in (a) the funding method from Projected Unit Credit to Entry Age Normal, (b) the post-retirement mortality assumptions used in calculating liabilities and contribution rates and in the development of the Annuity Purchase Rate factors, and (c) the amortization policy. These actuarial changes were effective with the December 31, 2013 actuarial valuation. For a complete description of the new actuarial cost method and assumptions, please see the December 31, 2013 TMRS Comprehensive Annual Financial Report (CAFR).

The funded status as of December 31, 2013, the most recent actuarial valuation date, is presented as follows:

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio	Unfunded AAL (UAAL)	Covered Payroll	UAAL as a Percentage of Covered Payroll
12/31/2008	\$ 722,820	\$ 844,686	85.6%	\$ 121,866	\$ 854,190	14.3%
12/31/2009	857,209	976,704	87.8%	119,495	845,619	14.1%
12/31/2010	1,274,261	1,495,042	85.2%	220,781	895,775	24.6%
12/31/2011	1,417,592	1,641,208	86.4%	223,616	891,271	25.1%
12/31/2012	1,593,975	1,739,542	91.6%	145,567	914,994	15.9%
12/31/2013	1,774,669	1,843,952	96.2%	69,283	894,924	7.7%

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations (continued)

Actuarial calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation, and reflect a long-term perspective. Consistent with that perspective, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets.

Texas Emergency Services Retirement System

Plan Description. The Texas Emergency Services Retirement System (TESRS) administers a cost-sharing multiple employer pension system (the System) established and administered by the State of Texas to provide pension benefits for emergency services personnel who serve without significant monetary remuneration. Direct financial activity for the System is classified in the financial statements as pension trust funds. Of the nine member state board of trustees, at least five trustees must be active members of the pension system, one of whom must represent emergency medical services personnel. One trustee may be a retiree of the pension system, and three trustees must be persons who have experience in the fields of finance, securities investment, or pension administration. At August 31, 2014, there were 198 contributing fire and/or emergency services department members participating in TESRS. Eligible participants include volunteer emergency services personnel who are members in good standing of a participating department.

At August 31, 2014, the pension system membership consisted of:

Retirees and Beneficiaries Currently Receiving Benefits*	3,073
Terminated Participants Entitled to Benefits but Not Yet Receiving Them	2,161
Active Participants (Vested and Nonvested)	4,036

Senate Bill 411, 65th Legislature, Regular Session (1977), created TESRS and established the applicable benefit provisions. The 79th Legislature, Regular Session (2005), recodified the provisions and gave the TESRS Board of Trustees authority to establish vesting requirements, contribution levels, benefit formulas, and eligibility requirements by board rule. The benefit provisions include retirement benefits as well as death and disability benefits. Members are 50% vested after the tenth year of service, with the vesting percent increasing 10% for each of the next five years of service so that a member becomes 100% vested with 15 years of service.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations (continued)

Upon reaching age 55, each vested member may retire and receive a monthly pension equal to his vested percent multiplied by six times the governing body's average monthly contribution over the member's years of qualified service. For years of service in excess of 15 years, this monthly benefit is increased at the rate of 6.2% compounded annually. There is no provision for automatic postretirement benefit increases.

On and off-duty death benefits and on-duty disability benefits are dependent on whether or not the member was engaged in the performance of duties at the time of death or disability. Death benefits include a lump sum amount and continuing monthly payments to a member's surviving spouse and dependent children.

Funding Policy. Contributions are made by governing bodies for the participating departments. No contributions are required from the individuals who are members of the System, nor are they allowed. The governing bodies of each participating department are required to make contributions for each month a member performs emergency services for a department (this minimum contribution is \$36 per member and the department may make a higher monthly contribution for its members). This is referred to as a Part One contribution, which is the legacy portion of the System contribution that directly impacts future retiree annuities.

The state is required to contribute an amount necessary to make the System "actuarially sound" each year, which may not exceed one-third of the total of all contributions made by participating governing bodies in a particular year.

The board rule defining contributions was amended effective July 27, 2014 to add the potential for actuarially determined Part Two contributions that would be required only if the expected future annual contributions from the state are not enough with the Part One contributions to provide an adequate contribution arrangement as determined by the most recent actuarial valuation. This Part Two portion, which is actuarially determined as a percent of the Part One portion (not to exceed 15%), is to be actuarially adjusted near the end of each even-numbered calendar year based on the most recent actuarial valuation. Based on the actuarial valuation as of August 31, 2014, the Part Two contribution rate was 0%, since the first actuarial valuation report after adoption of the rules showed the System to have an adequate contribution arrangement without any Part Two contributions.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations (continued)

Additional contributions may be made by governing bodies within two years of joining the System, to grant up to ten years of credit for service per member. Prior service purchased must have occurred before the department began participation in the System.

A small subset of participating departments have a different contribution arrangement which is being phased out over time. In this arrangement, contributions made in addition to the monthly contributions for active members, are made by local governing bodies on a pay-as-you-go basis for members who were pensioners when their respective departments merged into the System. There is no actuarial impact associated with this arrangement as the pay-as-you-go contributions made by these governing bodies are always equal to benefit payments paid by the System.

Contributions Required and Contributions Made. The contribution requirement per active emergency services personnel member per month is not actuarially determined. Rather, the minimum contribution provisions were set by board rule. For the fiscal year ending August 31, 2014 total contributions (dues, prior service, and interest on prior service financing) of \$4,176,659 were paid into TESRS by the political subdivisions served by the member volunteer emergency services personnel. The state appropriated \$1,530,343 for the fiscal year ended August 31, 2014.

The purpose of the biennial actuarial valuation is to determine if the contribution arrangement is adequate to pay the benefits that are promised. Actuarial assumptions are disclosed below.

The actuarial valuation as of August 31, 2014 stated that TESRS has an adequate contribution arrangement for the benefit provisions recognized in the valuation based on the expected total contributions, including the expected contributions both from the governing body of each participating department and from the state. The expected contributions from the state are state appropriations equal to (1) the maximum state annual contribution (one-third of all contributions to TESRS by governing bodies of participating departments in a year) as needed in accordance with state law governing TESRS and (2) approximately \$625,000 each year to help pay for part of the System's administrative expenses. On August 31, 2014 the actuarial liabilities exceeded the actuarial assets by \$26,093,761.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations (continued)

Actuarial Assumptions. The total pension liability in the August 31, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.50%
Salary increases	N/A
Investment rate of return	7.75%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Healthy Lives Mortality Tables for males and females projected to 2018 by scale AA.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future net real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These components are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation (3.50%). In addition, the final 7.75% assumption reflected a reduction of 0.20% for adverse deviation. The target allocation and expected arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Net Real Rate of Return
Equities		
Large cap domestic	32%	5.2%
Small cap domestic	10	5.8
Developed international	21	5.5
Emerging markets	6	5.4
Master limited partnership	5	7.1
Fixed income		
Domestic	21	1.4
International	5	1.6
Cash	0	0.0
Total	100%	

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations (continued)

Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability ¹ - Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Total Members Covered	UAAL Per Member Covered
08/31/2009	N/A	N/A	N/A	N/A	N/A	N/A
08/31/2010 ³	\$ 64,113,803	\$ 81,264,230	\$ 17,150,427	78.9%	\$ 8,644	\$ 1,984
08/31/2011	N/A	N/A	N/A	N/A	N/A	N/A
08/31/2012 ²	67,987,487	101,856,042	33,868,555	66.7%	9,448	3,585
08/31/2013	N/A	N/A	N/A	N/A	N/A	N/A
08/31/2014	83,761,038	109,854,799	26,093,761	76.2%	9,270	2,815

Notes:

- ¹ The actuarial accrued liability is based upon the entry age actuarial cost method.
- ² Changes in actuarial assumptions were reflected in this valuation.
- ³ Changes in actuarial assumption and method were reflected in this valuation.

Six-year trend information is as follows:

Fiscal Year Ending	Annual Required Contributions (ARC)	Actual Contributions	Percentage of ARC Contributed
08/31/2009	\$ 2,698,271 ¹	\$ 2,698,271	100%
08/31/2010	2,875,103 ²	2,875,103	100%
08/31/2011	3,125,329 ²	3,125,329	100%
08/31/2012	4,423,898 ^{3,5}	3,517,455	N/A
08/31/2013	5,020,980 ³	5,020,980	N/A
08/31/2014	5,707,002 ^{4,6}	4,176,659	N/A

- ¹ Based on the August 31, 2008 actuarial valuation.
- ² Based on the revised August 31, 2010 actuarial valuation.
- ³ Based on the August 31, 2012 actuarial valuation.
- ⁴ Based on the August 31, 2014 actuarial valuation.
- ⁵ Includes a requested state contribution of \$906,443.
- ⁶ Includes a requested state contribution of \$1,530,343.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

G. Pension obligations (continued)

Valuation Date	8/31/2012	8/31/2014
Actuarial Cost Method	Entry Age	Entry Age
Amortization Method	Level dollar, open	Level dollar, open
Amortization Period	Infinity	30 years
Asset Valuation Method	Market value smoothed by a 5- year deferred recognition method with a 80%/120% corridor on market value	Market value smoothed by a 5-year deferred recognition method with a 80%/120% corridor on
Actuarial Assumptions:		
Investment Rate of Return*	7.75% per year, net of investment expenses	7.75% per year, net of investment expenses
Projected Salary Increases	N/A	N/A
* Includes Inflation at	3.50%	3.50%
Cost-of-Living Adjustments	None	None

H. Postemployment Benefits

Program Description:

The City also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the Texas Municipal Retirement System (TMRS) known as the Supplemental Death Benefits Fund (SDBF). The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

TMRS issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information (RSI) for TMRS; the report also provides detailed explanations of the contributions, benefits and actuarial methods and assumptions used by the System. This report may be obtained from TMRS' website at www.TMRS.com.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death); retired employees are insured for \$7,500; this coverage is an "other postemployment benefit," or OPEB.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

H. Postemployment Benefits (continued)

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers.

The City's contributions to the TMRS SDBF is as follows:

Plan / Calendar Year	City's Contribution		Schedule of Contribution Rates As a Percentage of Covered Payroll		
	Annual Required Contribution	Actual Contribution Made	Annual Required Contribution	Actual Contribution Made	Percentage of ARC Contributed
2009	\$ 1,268	\$ 1,268	0.15%	0.15%	100.0%
2010	1,440	1,440	0.15%	0.15%	100.0%
2011	1,344	1,344	0.19%	0.19%	100.0%
2012	1,337	1,337	0.15%	0.15%	100.0%
2013	1,464	1,464	0.16%	0.16%	100.0%
2014	1,509	1,509	0.16%	0.16%	100.0%

I. Risk management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the City. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

J. Long-term liabilities

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition, construction and maintenance of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds outstanding at September 30, 2014 are as follows:

Governmental Activities:

<u>Series</u>	<u>Maturity Issue Amount</u>	<u>Interest Date</u>	<u>Year-end Rate</u>	<u>Balances</u>
2011	\$ 5,959,638	8/15/2029	2%-4%	<u>\$ 4,963,016</u>

Business-type Activities:

<u>Series</u>	<u>Maturity Issue Amount</u>	<u>Interest Date</u>	<u>Year-end Rate</u>	<u>Year-end Balances</u>
2011	\$ 1,455,362	8/15/2029	2%-4%	<u>\$ 1,211,984</u>

Changes in long-term liabilities

Changes in the City's long-term liabilities for the year ended September 30, 2014 are as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable:					
General obligation					
refunding bonds	\$ 5,248,339	\$ -	\$ (285,323)	\$ 4,963,016	\$ 293,360
Less deferred amounts:					
For issuance discount	(8,892)	-	773	(8,119)	-
For issuance premium	114,598	-	(7,162)	107,436	-
Total bonds payable	<u>5,354,045</u>	<u>-</u>	<u>(291,712)</u>	<u>5,062,333</u>	<u>293,360</u>
Compensated absences	40,846	28,577	(29,734)	39,689	39,689
Governmental activity					
Long-term liabilities	<u>\$ 5,394,891</u>	<u>\$ 28,577</u>	<u>\$ (321,446)</u>	<u>\$ 5,102,022</u>	<u>\$ 333,049</u>

General obligation refunding bonds issued for governmental activity purposes are liquidated by the debt service fund. Governmental compensated absences will be liquidated by the general fund.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

J. Long-term liabilities (continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Business-type activities:					
Bonds payable:					
General obligation refunding bonds	\$ 1,281,661	\$ -	\$ (69,677)	\$ 1,211,984	\$ 71,640
Less deferred amounts:					
For issuance discount	(1,006)	-	77	(929)	-
For issuance premium	27,985	-	(1,749)	26,236	-
Total bonds payable	1,308,640	-	(71,349)	1,237,291	71,640
Compensated absences	15,558	9,580	(14,527)	10,611	10,611
Business-type activity Long-term liabilities	<u>\$ 1,324,198</u>	<u>\$ 9,580</u>	<u>\$ (85,876)</u>	<u>\$ 1,247,902</u>	<u>\$ 82,251</u>

General obligation refunding bonds issued for business-type activities are repaid from those activities. Business-type compensated absences will be liquidated by those activities.

The debt service requirements for the City's bonds payable are as follows:

Year Ending September 30	Governmental Activities		Business-type Activities	
	General Obligation Refunding Bonds		General Obligation Refunding Bonds	
	Principal	Interest	Principal	Interest
2015	\$ 293,360	\$ 169,045	\$ 71,640	\$ 41,281
2016	301,398	163,178	73,602	39,848
2017	301,398	157,150	73,602	38,376
2018	313,454	149,614	76,546	36,536
2019	321,491	140,210	78,509	32,240
2020-2024	1,752,126	540,627	427,874	132,023
2025-2029	1,679,789	171,837	410,211	41,963
	<u>\$ 4,963,016</u>	<u>\$ 1,491,661</u>	<u>\$ 1,211,984</u>	<u>\$ 362,267</u>

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

K. Interfund receivables and payables

The composition of interfund balances as of September 30, 2014 is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Debt service	\$ 400
General	Water and sewer	104,660
Debt service	Water and sewer	61,800
		<u>\$ 166,860</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

L. Interfund transfers

The composition of interfund transfers as of September 30, 2014 is as follows:

	Transfer In:		
	General	Debt Service	Total
Transfer out:			
Water and Sewer	\$ 118,643	\$ 11,248	\$ 129,891
	<u>\$ 118,643</u>	<u>\$ 11,248</u>	<u>\$ 129,891</u>

Transfers were primarily used to move funds from the Water and Sewer Fund to the Debt Service Fund for the payment of bonds and from the Water and Sewer Fund to the General Fund for operations.

M. Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor, cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

N. Subsequent events

Subsequent to year end, the City entered into a joint participation agreement with the Texas Department of Transportation in which the City will pay \$88,236, representing its portion of the cost of right-of-way acquisition in relation to the FM664 road expansion project.

CITY OF OVILLA, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2014

NOTE 2 - DETAILED NOTES ON ALL ACTIVITIES AND FUNDS (continued)

N. Discretely presented component units

1. Ovilla 4B Economic Development Corporation

Custodial credit risk-deposits. In the case of deposits, this is the risk that in the event of a bank failure, the governmental entity's deposits may not be returned to it. State statutes require that all deposits in financial institutions be fully insured or collateralized by U.S. Government obligations or obligations of Texas and its agencies that have a market value of not less than the principal amount of the deposits. At year end the bank balance of Ovilla 4B Economic Development Corporation's deposits at year end was \$376,575. Of the bank balance, \$250,000 was covered by federal depository insurance and the remaining balance of \$126,575 was covered by collateral pledged in the name of the City of Ovilla, Texas.

2. Ovilla Municipal Development District

Custodial credit risk-deposits. In the case of deposits, this is the risk that in the event of a bank failure, the governmental entity's deposits may not be returned to it. State statutes require that all deposits in financial institutions be fully insured or collateralized by U.S. Government obligations or obligations of Texas and its agencies that have a market value of not less than the principal amount of the deposits. At year end the bank balance of Ovilla Municipal Development District's deposits was \$94,872. Of the bank balance, \$94,872 was covered by federal depository insurance.

REQUIRED SUPPLEMENTARY INFORMATION

MAJOR GOVERNMENTAL FUNDS - GENERAL FUND

This supplementary schedule is included to supplement the basic financial statements as required by the Governmental Accounting Standards Board.

CITY OF OVILLA, TEXAS
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
MAJOR GOVERNMENTAL FUNDS - GENERAL FUND
For the Fiscal Year Ended September 30, 2014

	Budget Amounts		Actual	Adjustments	Actual	Variance with
	Original	Final	GAAP Basis	Budget Basis	Budget Basis	
REVENUES						
Property taxes	\$ 1,235,108	\$ 1,235,108	\$ 1,245,694	\$ (639)	\$ 1,245,055	\$ 9,947
Sales taxes	235,510	235,510	221,125	5,342	226,467	(9,043)
Franchise taxes	150,000	150,000	153,077	5,728	158,805	8,805
Licenses and permits	49,100	150,860	195,404	-	195,404	44,544
Fines and forfeitures	93,345	94,347	54,903	33,690	88,593	(5,754)
Charges for current services	385,900	365,671	398,003	(8,050)	389,953	24,282
Revenues from use of money and property	5,500	5,500	5,464	-	5,464	(36)
Miscellaneous	106,015	114,704	127,762	-	127,762	13,058
Intergovernmental	-	1,165	4,988	(3,823)	1,165	-
Contributions and donations	3,000	3,000	3,000	-	3,000	-
Total revenues	<u>2,263,478</u>	<u>2,355,865</u>	<u>2,409,420</u>	<u>32,248</u>	<u>2,441,668</u>	<u>85,803</u>
EXPENDITURES						
Current:						
General government	405,990	415,990	346,449	(6,761)	339,688	(76,302)
Public safety:						
Fire protection	637,645	637,645	620,376	(15,124)	605,252	(32,393)
Police protection	609,658	617,584	584,520	(14,737)	569,783	(47,801)
Municipal court	99,404	100,254	62,999	(8,037)	54,962	(45,292)
Code enforcement	75,583	127,583	133,472	(1,347)	132,125	4,542
Total public safety	<u>1,422,290</u>	<u>1,483,066</u>	<u>1,401,367</u>	<u>(39,245)</u>	<u>1,362,122</u>	<u>(120,944)</u>
Streets	556,407	556,407	370,393	(2,196)	368,197	(188,210)
Cultural and recreational	26,060	26,060	25,329	-	25,329	(731)
Solid waste	200,327	200,327	200,910	-	200,910	583
Total expenditures	<u>2,611,074</u>	<u>2,681,850</u>	<u>2,344,448</u>	<u>(48,202)</u>	<u>2,296,246</u>	<u>(385,604)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(347,596)</u>	<u>(325,985)</u>	<u>64,972</u>	<u>80,450</u>	<u>145,422</u>	<u>471,407</u>
OTHER FINANCING SOURCES (USES)						
Sale of capital assets	-	3,925	7,678	-	7,678	3,753
Transfers in	118,643	118,643	118,643	-	118,643	-
Total other financing sources and uses	<u>118,643</u>	<u>122,568</u>	<u>126,321</u>	<u>-</u>	<u>126,321</u>	<u>3,753</u>
Net change in fund balance	<u>\$ (228,953)</u>	<u>\$ (203,417)</u>	<u>\$ 191,293</u>	<u>\$ 80,450</u>	<u>\$ 271,743</u>	<u>\$ 475,160</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted by law or administrative action to be used for specified purposes.

Fire Department Auxiliary - This fund is used to account for donations to the Fire Department which in turn are spent on education, firefighter awards banquet and community services such as National Night Out and Heritage Day.

Park Impact Fees - This fund is used to account for funds received from an impact fee assessed through new building permits and is used to purchase new park equipment and make improvements to our parks.

Police Department Special - This fund is used to account for donations to the Police Department which in turn are spent on education, protective equipment, police awards and community services such as National Night Out and Heritage Day.

CITY OF OVILLA, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2014

	Fire Department Auxiliary	Park Impact Fees	Police Department Special	Total Nonmajor Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 4,224	\$ 49,728	\$ 7,157	\$ 61,109
Total assets	<u>\$ 4,224</u>	<u>\$ 49,728</u>	<u>\$ 7,157</u>	<u>\$ 61,109</u>
LIABILITIES				
Accounts payable	\$ 440	\$ -	\$ -	\$ 440
Total liabilities	<u>440</u>	<u>-</u>	<u>-</u>	<u>440</u>
FUND BALANCES				
Restricted for:				
Public safety	3,784	-	7,157	10,941
Cultural and recreational	-	49,728	-	49,728
Total fund balances	<u>3,784</u>	<u>49,728</u>	<u>7,157</u>	<u>60,669</u>
Total liabilities and fund balances	<u>\$ 4,224</u>	<u>\$ 49,728</u>	<u>\$ 7,157</u>	<u>\$ 61,109</u>

CITY OF OVILLA, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Fiscal Year Ended September 30, 2014

	Fire Department Auxiliary	Park Impact Fees	Police Department Special	Total Nonmajor Governmental Funds
REVENUES				
Revenues from use of money	\$ -	\$ 69	\$ -	\$ 69
Miscellaneous	-	22,413	-	22,413
Contributions and donations	4,050	-	350	4,400
Total revenues	<u>4,050</u>	<u>22,482</u>	<u>350</u>	<u>26,882</u>
EXPENDITURES				
Current:				
Public safety	4,333	-	4,823	9,156
Total expenditures	<u>4,333</u>	<u>-</u>	<u>4,823</u>	<u>9,156</u>
Net change in fund balances	(283)	22,482	(4,473)	17,726
Fund balances - beginning	<u>4,067</u>	<u>27,246</u>	<u>11,630</u>	<u>42,943</u>
Fund balances - ending	<u>\$ 3,784</u>	<u>\$ 49,728</u>	<u>\$ 7,157</u>	<u>\$ 60,669</u>

DEBT SERVICE FUND

The *debt service fund* is used to account for the accumulation of resources for the payment of principal and interest on general long-term debt.

CITY OF OVILLA, TEXAS
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
DEBT SERVICE FUND

For the Fiscal Year Ended September 30, 2014

	Original and Final Budgeted Amounts	Actual GAAP Amounts	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget-
REVENUES					
Property tax	\$ 419,636	\$ 421,915	\$ (78)	\$ 421,837	\$ (2,201)
Revenues from use of money	765	642	-	642	123
Total revenues	<u>420,401</u>	<u>422,557</u>	<u>(78)</u>	<u>422,479</u>	<u>(2,078)</u>
EXPENDITURES					
Debt service:					
Principal on bonds	355,000	285,323	69,677	355,000	-
Interest and fiscal charges	217,925	175,150	42,675	217,825	100
Total expenditures	<u>572,925</u>	<u>460,473</u>	<u>112,352</u>	<u>572,825</u>	<u>100</u>
Excess (deficiency) of revenues over expenditures	<u>(152,524)</u>	<u>(37,916)</u>	<u>(112,430)</u>	<u>(150,346)</u>	<u>(2,178)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	123,600	11,248	112,352	123,600	-
Total other financing sources (uses)	<u>123,600</u>	<u>11,248</u>	<u>112,352</u>	<u>123,600</u>	<u>-</u>
Net change in fund balance	<u>\$ (28,924)</u>	<u>\$ (26,668)</u>	<u>\$ (78)</u>	<u>\$ (26,746)</u>	<u>\$ (2,178)</u>

PROPRIETARY FUND

ENTERPRISE FUND

Water and Sewer Fund - The City's water and sewer operations are accounted for in this fund.

CITY OF OVILLA, TEXAS
SCHEDULE OF OPERATING REVENUES AND EXPENSES - BUDGET AND ACTUAL
ENTERPRISE FUND - WATER AND SEWER
For the Fiscal Year Ended September 30, 2014

	Budget Amounts		Actual GAAP Basis	Adjustments Budget Basis	Actual Budget Basis	Variance with Final Budget
	Original	Final				
Operating revenues:						
Water sales	\$ 985,000	\$ 985,000	\$ 831,451	\$ 38,329	\$ 869,780	\$ (115,220)
Sewer service charge	155,000	233,829	264,658	(44,726)	219,932	(13,897)
Impact fees	1,044	4,044	5,285	-	5,285	1,241
Infrastructure improvement fees	64,068	122,568	135,386	(807)	134,579	12,011
Miscellaneous	41,000	26,000	31,102	(717)	30,385	4,385
Total operating revenues	<u>\$1,246,112</u>	<u>\$ 1,371,441</u>	<u>\$1,267,882</u>	<u>\$ (7,921)</u>	<u>\$1,259,961</u>	<u>\$ (111,480)</u>
Operating expenses:						
Water administration	\$ 137,575	\$ 137,575	\$ 120,976	\$ 888	\$ 121,864	\$ (15,711)
Water	635,217	635,217	539,126	(35,034)	504,092	(131,125)
Sewer	160,853	475,412	360,251	18,550	378,801	(96,611)
Depreciation	-	-	181,496	(181,496)	-	-
Total operating expenses	<u>\$ 933,645</u>	<u>\$ 1,248,204</u>	<u>\$ 1,201,849</u>	<u>\$ (197,092)</u>	<u>\$ 1,004,757</u>	<u>\$ (243,447)</u>

COMPONENT UNITS FINANCIAL STATEMENTS

Ovilla 4B Economic Development Corporation - This fund is used to account for the Ovilla 4B Economic Development Corporation created under Section 4B of the Development Corporation Act of 1979, as amended, Article 5190.6, Vernon's Texas civil statutes, as amended. The Ovilla 4B Economic Development Corporation initiative is to promote economic development in Ovilla and is currently accumulating funds to spend on future projects.

Ovilla Municipal Development District - This fund is used to account for the Ovilla Municipal Development District, a political subdivision of the State of Texas and the City, created in accordance with Chapter 377 of the Texas Local Government Code (the "Act"). The Ovilla Municipal Development District was established for the purpose of developing and financing all permissible projects prescribed by the Act.

CITY OF OVILLA, TEXAS
BALANCE SHEET
COMPONENT UNITS
September 30, 2014

	Ovilla 4B Economic Development Corporation	Ovilla Municipal Development District
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ 376,575	\$ 94,872
Receivables	-	4,776
Due from primary government	6,544	-
Total assets	<u>\$ 383,119</u>	<u>\$ 99,648</u>
 LIABILITIES		
Due to primary government	<u>\$ -</u>	<u>\$ 321</u>
Total liabilities	<u>-</u>	<u>321</u>
 FUND BALANCES		
Restricted for:		
Economic development	383,119	-
Municipal development	-	99,327
Total fund balances	<u>383,119</u>	<u>99,327</u>
 Total liabilities and fund balances	<u>\$ 383,119</u>	<u>\$ 99,648</u>

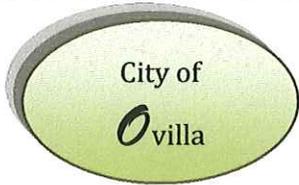
CITY OF OVILLA, TEXAS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
COMPONENT UNITS
For the Fiscal Year Ended September 30, 2014

	Ovilla 4B Economic Development Corporation	Ovilla Municipal Development District
REVENUES		
Sales tax	\$ 88,450	\$ 30,675
Revenues from use of money	1,093	256
Total revenues	89,543	30,931
 EXPENDITURES		
Current:		
Economic development	31,547	-
Municipal development	-	2,384
Total expenditures	31,547	2,384
 Net change in fund balances	57,996	28,547
 Fund balances - beginning	325,123	70,780
 Fund balances - ending	\$ 383,119	\$ 99,327

SUPPLEMENTARY FINANCIAL DATA

CITY OF OVILLA, TEXAS
MISCELLANEOUS STATISTICAL FACTS
September 30, 2014

Estimated gallons billed (in thousands)	179,694
Estimated gallons purchased (in thousands)	186,625
Percent billed to purchased	96.29%



AGENDA ITEM REPORT

Item: 2

Meeting Date: April 13, 2015

Department: Administration

Discussion Action

Budgeted Expense: YES NO N/A

Submitted By: Jacqueline Lee

Amount: \$N/A

Reviewed By: Interim City Administrator

City Secretary City Attorney

Accountant

Other: A/C Officer M. Dooly

Attachments:

- 1. Excerpt of Section 10.12 of the Employee Personnel Handbook, redlined

Agenda Item / Topic:

ITEM 2. **DISCUSSION/ACTION** – *Consideration* of and action on Resolution R2015-009 amending the Ovilla Employee Personnel Policies Handbook, Section 10.12, All Weapons Banned, authorizing the Animal Control Officer the permission and use of carrying a firearm (shotgun) in the course of animal control duties.

Discussion / Justification:

The City of Ovilla Employee Personnel Policies Handbook limits firearms in city vehicles to police officers only. The state allows Animal Control Officers to euthanize by shotgun in specific circumstances where an animal is gravely wounded or injured and no owner can be located, and the animal is in a location or can be transported to a location of complete safety to discharge a firearm. There is no license or certification required for anyone to carry a shotgun, only a level of training the Animal Control officer may require in operating a shotgun. The Ovilla Chief of Police and/or the weapons training officer of the Ovilla Police Department will determine proper and safe use of the shotgun according to standards set by the Ovilla Police Chief and the SOP's (Standard Operating Procedures) of the Animal Control Department that will be developed and implemented and approved by the City Administrator.

The Health and Safety Code allows Animal Control Euthanasia by Shotgun

2000 American Veterinarian Medical Association

Gunshot

A properly placed gunshot can cause immediate insensibility and humane death. In some circumstances, a gunshot may be the only practical method of euthanasia. Shooting should only be performed by highly skilled personnel trained in the use of firearms and only in jurisdictions that allow for legal firearm use. Personnel, public, and nearby animal safety should be considered. The procedure should be performed outdoors and away from public access.

Recommendations—When other methods cannot be used, an accurately delivered gunshot is a conditionally acceptable method of euthanasia.

Recommendation / Staff Comments:

Staff's recommended revision is highlighted language in Exhibit A of Resolution R2015-009

Sample Motion(s):

I move that Council APPROVE/DENY Resolution R2015-009, amending the Ovilla Employee Personnel Policies Handbook, Section 10.12, All Weapons Banned, authorizing the Animal Control Officer the permission and use of carrying a firearm (shotgun) in the course of animal control duties.

Exhibit A

Revision to Personnel Policies Handbook highlighted

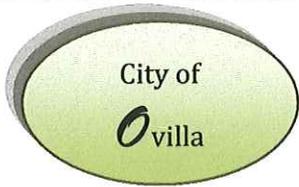
10.12 WEAPONS BAN AND VIOLENCE PREVENTION POLICY

Zero Tolerance. The City is concerned about providing its employees with a safe and productive work environment and thus has taken certain steps to help prevent incidents of violence from occurring in the workplace. Harassment, intimidation, threats, threatening behavior, violent behavior or acts of violence between employees or such action between an employee and a citizen arising from or is in any manner connected to the employee's employment with the City, whether the conduct occurs on duty or off duty, will not be tolerated. Violations of this policy will lead to disciplinary action which may include discipline up to and including termination, as well as arrest and criminal prosecution.

Any person who makes a threat of use of force, violence or threatens an unlawful act, exhibits threatening behavior, or engages in violent acts on City property will be removed from the premises pending the outcome of an investigation. The City will initiate an appropriate response which may include, but is not limited to, suspension and/or termination of the employment relationship, reassignment of job duties, mandatory counseling with a psychologist or other mental health care provider of the City's choosing, and/or criminal prosecution of the person or persons involved.

All Weapons Banned. No employee, other than licensed peace officer of the City, may carry or possess a firearm or other weapon on City property, with exception of a shotgun by City's designated Animal Control Officer (as outlined in the Animal Control Standard Operating Procedures), including, without limitation, buildings, entrances, exits, break areas, parking lots, surrounding areas and parks. The City's policy flatly prohibits employees, other than licensed peace officers and designated Animal Control Officer, from carrying or using any weapons, concealed or otherwise, on the City's premises. This ban includes keeping or transporting a weapon in any City-owned or leased vehicle or in a personal vehicle in a City-provided parking area. Employees are also prohibited from carrying a weapon while on duty or at any time while engaging in City-related business. Prohibited weapons include firearms, clubs, explosive devices, knives with blades exceeding 5 ½ inches, switchblades, etc., as defined by Texas Penal Code Section 46.01.

No existing City policy, practice, or procedure will be interpreted to conflict with decisions designed to prevent a threat from being carried out, a violent act from occurring or a life-threatening situation from developing.



AGENDA ITEM REPORT

Item: 3

Meeting Date: April 13, 2015

Department: Administration

Discussion Action

Budgeted Expense: YES NO N/A

Submitted By: Jacqueline Lee

Amount: \$N/A

Reviewed By: Interim City Administrator

City Secretary City Attorney

Accountant

Other: Staff

Attachments:

1. None

Agenda Item / Topic:

ITEM 3. *DISCUSSION/ACTION – Consideration of and action on the necessity to update the 2010 Comprehensive Land Use Plan and direct staff as necessary for the preparation of a RFQ for qualified consultants, the creation of an Ovilla Comprehensive Land Use Plan (CLUP) Committee and solicitation for interested volunteer committee appointments.*

Discussion / Justification:

Chapter 219 of the Local Government Code empowers cities to adopt a comprehensive plan for the long range development of the municipality. Section 211.004 of the TX Local Government Code, states zoning regulations must be adopted in accordance with a comprehensive plan. It is recommended that review and modifications to the Plan be completed every five years. Ovilla’s current plan update occurred in 2010.

The former Comprehensive Land Use Plan Committee (CLUP Committee) consisted of approximately 11 individuals: Planning and Zoning Members, a Board of Adjustment Member, and residents of Ovilla that reviewed and identified a list of modifications to the goals and objectives from the existing Plan and made recommendations to the governing body. The initial meeting included the Council, the Planning & Zoning Commission and the Comprehensive Land Use Plan Review Committee under the guidance of Kimley-Horn Consultants.

Recommendation / Staff Comments:

Staff is seeking direction to begin the process.

Sample Motion(s):

I move that Council APPROVE/DENY direction to staff to begin preparation for the update of the 2010 Comprehensive Land Use Plan as presented:

- 1. Return with RFQ,*
- 2. Resolution for the creation of the CLUP Committee,*
- 3. Begin solicitation for interested volunteer committee appointments.*



CERTIFIED EXECUTIVE SESSION AGENDA

Date: 13 April 2015

I, Richard Dormer, Mayor of the City of Ovilla, Texas hereby convene into Executive Session at ____ p.m. on the 13 day of April 2015.

The following Council Members and staff attended:

Council Members

Staff Members

Others

- ___ Mayor, Richard Dormier
- ___ PL3, Mayor Pro Tem David Griffin
- ___ Place 1, Rachel Huber
- ___ Place 2, Larry Stevenson
- ___ Place 4, Doug Hunt
- ___ Place 5, Dean Oberg

- ___ Jackie Lee Interim, City Administrator
- ___ P. Woodall, City Secretary

- ___ City Attorney, Ron MacFarlane
- ___ Other Legal Counsel

The following is an agenda of an Executive Session of the City of Ovilla, Texas, held pursuant to the Texas Open Meetings Act, Government Code Section:

- | | |
|--|--------------------------------------|
| ___ 551.071 - Consultation w/Attorney | ___ 551.072 - Real Property |
| ___ 551.073 - Deliberations about Gift | <u>X</u> 551.074 - Personnel Matters |
| ___ 551.076 - Security Personnel or Devices | ___ 551.086 - Test item (SB 595) |
| ___ 551.087 - Economic Development Negotiations (SB1851) | |
| ___ 418.183 - Homeland Security | |

Said Executive Session has been conducted in order to deliberate on the following matters:

Closed Meeting called pursuant to Texas Government Code § 551.074 - Personnel Matters.

- 4. **DISCUSSION/ACTION** – Deliberate the appointment employment, and/or duties of the Interim City Administrator and/or permanent City Administrator.

I, Richard Dormier, Mayor, hereby adjourn the Executive Session at ____ p.m. on the 13 day of April 2015. No Action was taken in Executive Session. Any action, as a result of this Executive Session, will be taken and recorded in open session. I certify that this agenda is a true and accurate record of the proceedings.

Richard Dormier, Mayor

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

Discussion/Motions: