

Memorandum



CITY OF DALLAS

DATE February 17, 2017

TO Members of the Budget, Finance, & Audit Committee: Jennifer S. Gates (Chair), Philip T. Kingston (Vice Chair), Erik Wilson, Rickey D. Callahan, Scott Griggs, Lee M. Kleinman

SUBJECT Budget Process Update

On Tuesday, February 21, 2017, the Office of Financial Services will brief the Budget, Finance, & Audit Committee with a Budget Process Update. I have attached the briefing for your review.

Please let me know if you need additional information.

A handwritten signature in blue ink that reads "M. Elizabeth Reich".

M. Elizabeth Reich
Chief Financial Officer

Attachment

c: Honorable Mayor and Members of City Council
T.C. Broadnax, City Manager
Larry E. Casto, City Attorney
Craig D. Kinton, City Auditor
Rosa A. Rios, City Secretary
Daniel F. Solis, Administrative Judge
Kimberly Tolbert, Chief of Staff

Mark McDaniel, Interim First Assistant City Manager
Jill A. Jordan, P.E., Assistant City Manager
Joey Zapata, Assistant City Manager
Mark McDaniel, Assistant City Manager
Eric D. Campbell, Assistant City Manager
Sana Syed, Public Information Officer
Elsa Cantu, Assistant to the City Manager
Directors and Assistant Directors



Budget Process Update



Budget, Finance, and Audit Committee
February 21, 2017

M. Elizabeth Reich, Chief Financial Officer
Jack Ireland, Director, Office of Financial Services

Purpose

2

- Provide overview of FY 2017-18 budget development
- Discuss community engagement meetings
- Receive questions and comments

Overview

3

- We expect Dallas economy will continue to grow and revenue will increase:
 - Property values - initially forecast to increase 6%
 - Sales tax - initially forecast to increase 4%
- However:
 - Expenses will also increase
 - Texas State Legislature will consider bills that limit property tax revenue growth

Overview - continued

4

- We expect some costs will increase:
 - Payroll increases: police and fire salaries due to Meet & Confer, police and fire pension contributions, and employee/retiree health benefit costs
 - Full-year funding for initiatives that started in current year: Hire Dallas and Forestry Division
 - Master Lease debt
 - Tax Increment Financing participation
 - O&M expenses associated with completed capital projects

Overview - continued

5

- These higher costs mean that without changing our service delivery, FY 2017-18 expenses already exceed initial revenue forecasts
- To fund any new or enhanced services, we will need to find efficiencies elsewhere

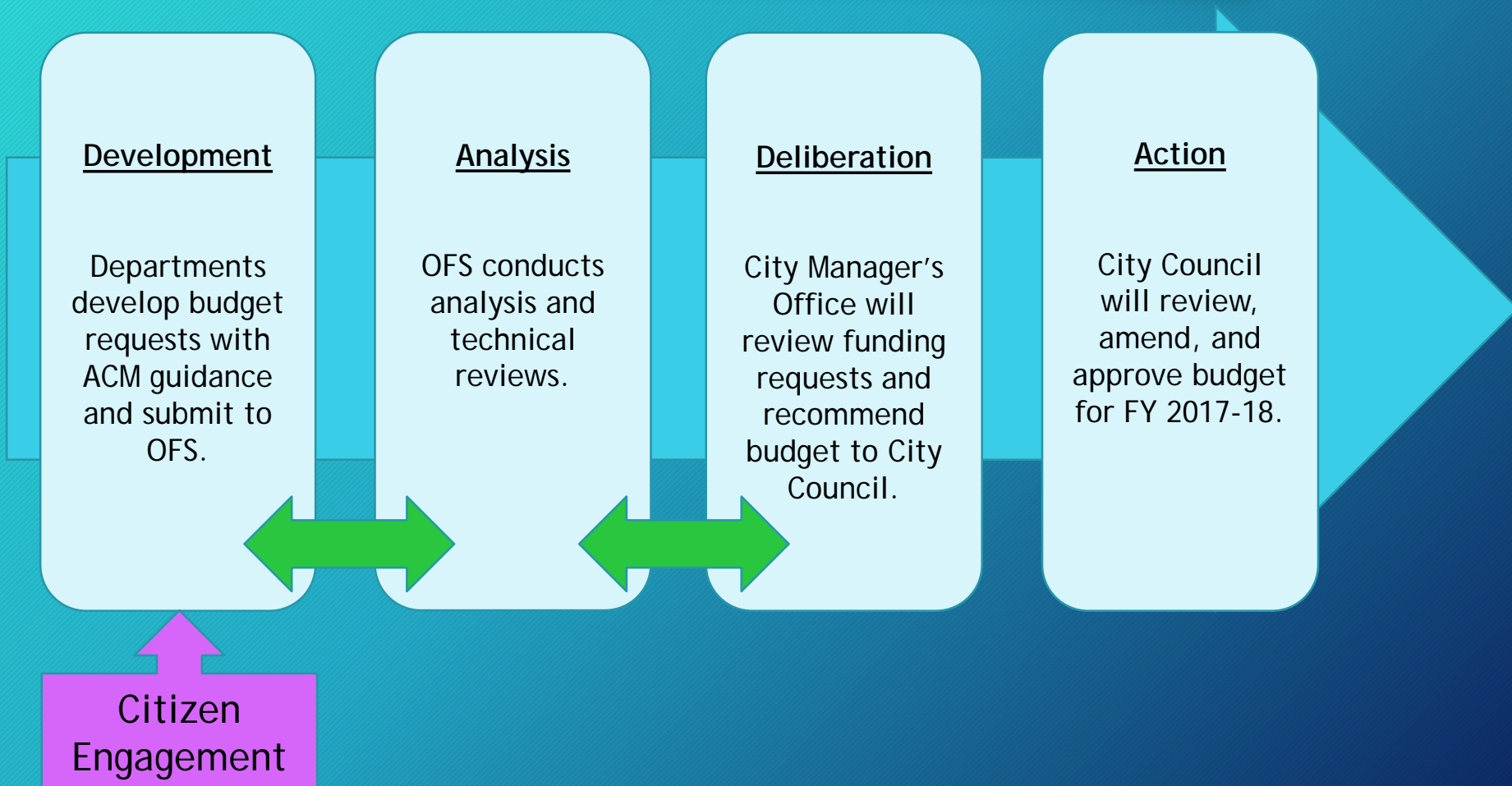
Guiding Principles

6

- Provide services and service levels that meet community needs
- Provide services equitably throughout entire city
- Link budget to performance and metrics

Budget Process

7

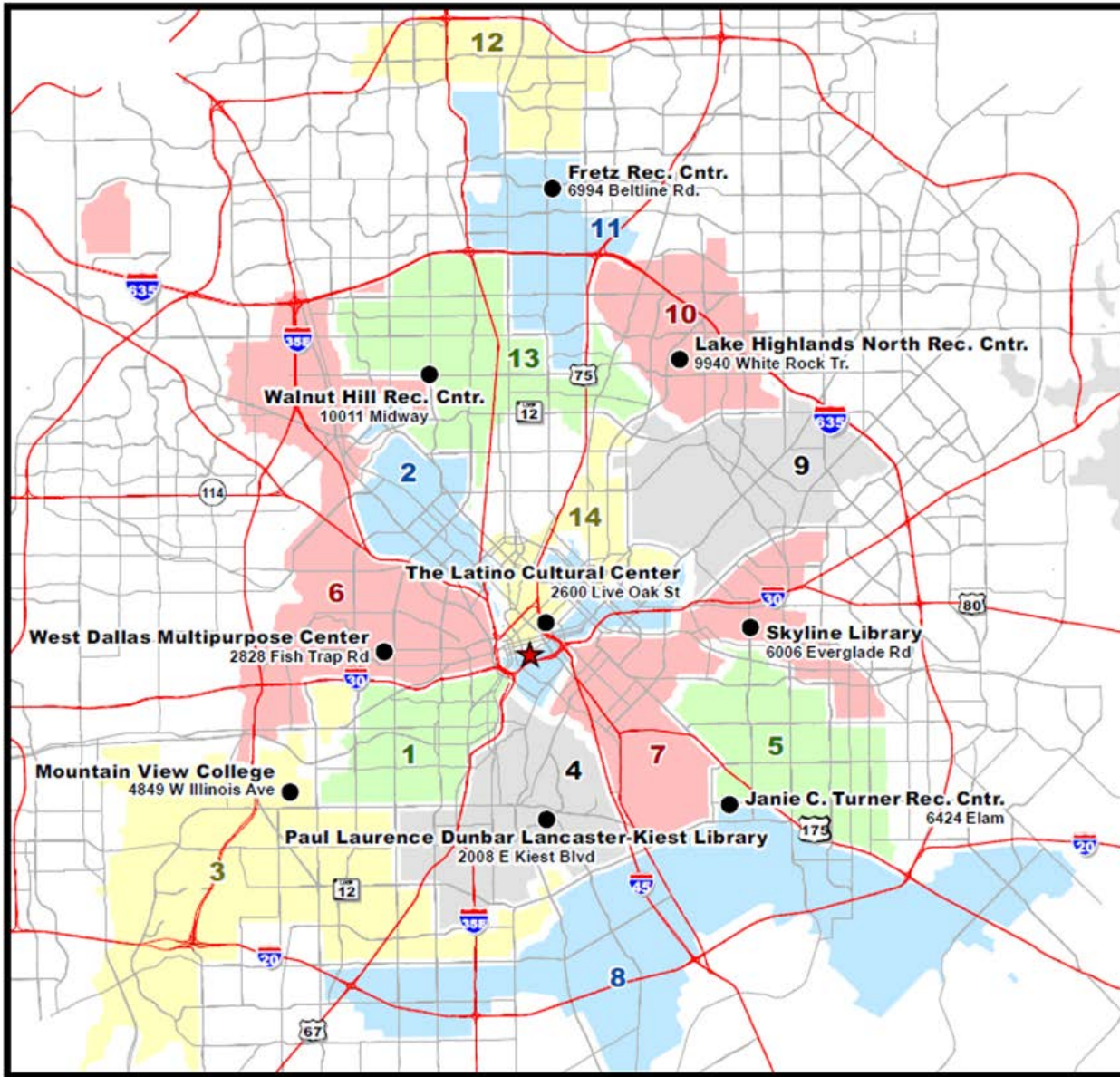


Community Engagement Meetings

8

Date	Time	Facility	Address
Saturday, March 4	11:30 am - 1:00 pm	Latino Cultural Center	2600 Live Oak, 75204
Saturday, March 4	2:00 - 3:30 pm	West Dallas Multipurpose Center	2828 Fish Trap Rd, 75212
Thursday, March 9	6:30 - 8:00 pm	Lancaster-Kiest Library	2008 E Kiest Blvd, 75216
Thursday, March 16	6:30 - 8:00 pm	Lake Highlands Recreation Center	9940 White Rock Trl, 75238
Monday, March 20	6:30 - 8:00 pm	Janie C. Turner Recreation Center	6424 Elam Rd, 75217
Tuesday, March 21	6:30 - 8:00 pm	Walnut Hill Recreation Center	10011 Midway Rd, 75229
Wednesday, March 22	6:30 - 8:00 pm	Mountainview College Rooms W181 & W183	4849 W. Illinois Ave, 75211
Thursday, March 23	6:30 - 8:00 pm	Skyline Branch Library	6006 Everglade Rd, 75227
Monday, March 27	6:30 - 8:00 pm	Fretz Recreation	6950 Belt Line Rd, 75254

FY17-18 Budget Input Meeting Locations



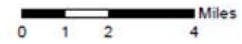
Legend

- City Hall
- Locations
- Freeway
- Major Roads
- District 1
- District 2
- District 3
- District 4
- District 5
- District 6
- District 7
- District 8
- District 9
- District 10
- District 11
- District 12
- District 13
- District 14



Data Source:
Roads, Council Districts - City of Dallas Enterprise GIS
Points of Interest - Park and Recreation, Dallas Library
Office of Cultural Affairs

City of Dallas GIS Map Disclaimer:
The accuracy of this data within this map is not to be taken / used as data produced by a Registered Professional Land Surveyor for the State of Texas. This product is for informational purposes and may not have been prepared for or be suitable for legal, engineering, or surveying purposes. It does not represent an on-the-ground survey and represents only the approximate relative location of property boundaries. The City of Dallas makes no representation of any kind, including, but not limited to, warranties of merchantability or fitness for a particular purpose or use, nor are any such warranties to be implied with respect to the accuracy of information presented on this map. Transfers, copies and/or use of information in this map without the presentation of this disclaimer is prohibited. City of Dallas GIS State of Texas: H.S. 1147 (6c, 6d) - 05/27/2011. Effective on 05/01/2011.



Monday, February 06, 2017 4:08:04 PM
File Location: U:\GIS\2172006_2013_Maps\Loc_Centers\Project.mxd
Prepared By: Kevin S. Burns
Property of: City of Dallas GIS Services
For illustrative purposes only.

Next Steps

10

- Community Engagement meetings - scheduled for March 4-27 (9 meetings)
- Council planning retreat - March 28-29



Questions and Comments