

**City Council
Agenda Memo**



**City Council
Meeting Date: 06-26-14**

TO: Larry Gilley, City Manager
FROM: Richard Burdine, CEO for DCOA
SUBJECT: DCOA Semi-Annual Report of Activities Through March 31, 2014

GENERAL INFORMATION

As required in the Development Corporation of Abilene, Inc. (DCOA) by-laws, a report of activities for the first one-half of the current fiscal year has been prepared. The report covers the 6-month period beginning 10-1-13 and ending 3-31-14.

SPECIAL CONSIDERATIONS

None.

FUNDING/FISCAL IMPACT

None.

STAFF RECOMMENDATION

Staff recommends City Council approve by oral resolution the attached report of activities for the 6-month period ended 3-31-14.

BOARD OR COMMISSION RECOMMENDATION

DCOA Board approved the report during the May 27, 2014, meeting.

ATTACHMENTS

DCOA Semi-Annual Report of Activities for the Period Ended March 31, 2014
DCOA Statement of Net Position and Schedule of Revenues, Expenses and Changes in Net Position for March 31, 2014

Prepared by: Kim Tarrant

Name: Richard Burdine

Title: CEO for DCOA

Item No. 7.4

Disposition by City Council

- Approved Ord/Res# _____
 Denied
 Other

City Secretary

DEVELOPMENT CORPORATION OF ABILENE
STATEMENT OF NET POSITION
March 31, 2014 and 2013

	March 2014	March 2013
Current Assets:		
Cash and cash investments	\$ 18,249,423	\$ 16,800,507
Accounts receivable	35,293	35,293
Due from other governments	1,702,786	1,738,931
Prepaid expense	-	130
	19,987,502	18,574,861
Noncurrent Assets:		
Notes receivable	18,225,572	17,105,458
Capital assets	44,144,817	43,279,167
Accumulated depreciation	(7,776,020)	(6,814,309)
	36,368,797	36,464,858
Total capital assets, net		
	54,594,369	53,570,316
Total Assets	\$ 74,581,871	\$ 72,145,177
Liabilities		
Current:		
Accounts payable	\$ 51,679	\$ 49,802
	51,679	49,802
Total Current Liabilities		
	51,679	49,802
Total Liabilities	51,679	49,802
Net Position		
Net Investment in capital assets	36,368,797	36,464,858
Restricted for contractual obligations	22,222,903	12,378,950
Unrestricted, designated for purposes of trust	15,938,492	23,251,567
	74,530,192	72,095,375
Total Liabilities and Net Position	\$ 74,581,871	\$ 72,145,177

DEVELOPMENT CORPORATION OF ABILENE
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For six months ending March 31, 2014 and 2013

	<u>March 2014</u>	<u>Fiscal YTD 2014</u>	<u>Fiscal YTD 2013</u>
Revenues:			
Sales and use taxes	\$ 743,944	\$ 5,027,928	\$ 5,083,852
Interest income	3,204	18,257	19,418
Building rental / land lease	78,466	511,705	521,450
Sale of land	-	201,013	-
Miscellaneous revenue	<u>13,763</u>	<u>125,413</u>	<u>289,929</u>
Total Revenues	<u>839,377</u>	<u>5,884,316</u>	<u>5,914,649</u>
Expenses:			
Economic development projects	412,617	3,077,194	1,933,921
Life Sciences property maintenance	37,930	231,048	303,270
DCOA Property Maintenance	25,362	178,022	165,031
Abilene Industrial Foundation	51,757	280,798	256,388
TTU Small Business Development Center	19,650	83,400	69,900
Chamber Military Affairs	4,391	18,313	-
Airport Business Development Manager	12,798	59,995	46,940
General administrative services	<u>124,982</u>	<u>377,024</u>	<u>338,886</u>
Total Expenditures	<u>689,487</u>	<u>4,305,794</u>	<u>3,114,336</u>
Changes In Net Position	149,890	1,578,522	2,800,313
Net Position at Beginning of Period	<u>74,380,302</u>	<u>72,951,670</u>	<u>69,295,062</u>
Net Position at End of Period	<u>\$ 74,530,192</u>	<u>\$ 74,530,192</u>	<u>\$ 72,095,375</u>

Summary of Current Period Economic Development Projects:

Cooperative Response Center (Job Creation)	\$ 46,640
Cooperative Response Center (Capital Investment)	30,250
Fehr Foods '12 (Capital Investment)	170,000
Biotech Marketing and PR Plan	2,887
Enterprise Dr. Extension A/E	4,648
EASI De-Fuel Truck	1,750
Five Points Survey	320
TTUHSC Center FY14 Operating	44,400
Five Points Polaris Drive A/E	11,765
Spec 3 Finish Out A/E	1,517
842 Pine Boiler Replacement A/E	6,814
Hangar 4 Ventilation Construction	44,400
TMAC FY14	11,000
Springboard Ideas	5,000
Richard Burdine Professional Services	15,293
CEO Search 2014	<u>15,933</u>
Total	<u>\$ 412,617</u>

Development Corporation of Abilene
Economic Program Status
As of March 31, 2014

Economic Programs:	Project	Amount Obligated	Prior Years Disbursement	Current Year Disbursement	Balance reserved for obligated programs
Murf Systems	4998	\$ 235,665	\$ 199,665	\$ 24,000	\$ 12,000
TTU Pharmacy School	5242	1,282,450	1,166,803	115,647	-
Pactiv (formerly PWP)	5251	2,933,899	2,507,899	-	426,000
TTU HSC Research	5273	3,000,000	2,437,656	297,600	264,744
Energy Maintenance Serv (Broadwind Serv)	5282	483,622	268,598	-	215,024
Genesis Network Phase II	5284	22,924	22,924	-	-
Tower Tech (Broadwind Towers)	5285	4,906,905	4,433,889	470,187	2,829
Coca Cola Abilene	5296	2,020,000	-	-	2,020,000
TTU 842 Pine	5308	379,410	361,434	17,974	2
Enavail, LLC	5316	386,240	386,240	-	-
Texas Metals '10	5317	44,050	29,367	14,683	-
Cisco College Biotech Training	5318	67,650	64,586	-	3,064
Energy Maintenance Serv-Gearbox	5319	762,500	602,931	-	159,569
Pepsi Beverage Co.	5321	350,000	140,000	-	210,000
Cooperative Response Center	5324	296,500	134,593	76,890	85,017
Land 922 N 13th Street	5325	48,485	48,485	-	-
Teleperformance USA	5326	301,400	183,100	-	118,300
Docket Navigator	5327	159,000	-	-	159,000
Smith Pipe Ph 1, 2, 3 & 4	5330	687,590	151,000	192,201	344,389
TTUHSC School of Nursing	5331	268,149	268,149	-	-
Vine St. Warehouse	5335.1	55,457	55,457	-	-
Vine St. Fire Safety	5335.2	284,965	284,965	-	-
Vine St. Parking Lot	5335.3	158,850	158,850	-	-
Vine St. Construction	5335.4	569,064	534,756	1,816	32,492
Vine St. Interior Demo	5335.5	123,031	123,031	-	-
Vine St. Other Impr	5335.6	14,617	14,617	-	-
Vine St. Gotta Go Trailways	5335.7	18,400	18,400	-	-
Vine St. Fehr Foods	5335.8	58,138	58,138	-	-
Vine St. Slide Fire Improvements	5335.9	365,381	133,143	212,534	19,704
Fehr Foods '12	5340	510,000	170,000	170,000	170,000
Rentech '12	5342	104,200	-	104,200	-
Pactiv Compressor Construction	5344.2	335,306	327,806	-	7,500
Owens Machine & Tool	5345	351,000	-	11,284	339,716
Biotech Marketing and PR Plan	5346	116,400	81,161	15,350	19,889
Hangar Doghouses A/E	5348.1	423,000	97,967	50,050	274,983
Enterprise Dr. Extension A/E	5352.1	907,250	10,200	871,922	25,128
Enterprise Dr. Extension Construction	5352.2	282,091	-	61,708	220,383
EASI De-Fuel Truck	5354	64,260	14,000	8,750	41,510
Fehr Foods ' 13	5356	240,000	-	-	240,000
Purchase 834 Pine	5358	42,960	40,485	2,475	-
Tucker Energy Services	5359	413,295	-	-	413,295
Five Points Infrastructue	5359.1	1,000,000	-	37,652	962,348
Five Points Survey	5360	38,016	28,865	3,343	5,808
TTUHSC Center FY14 Operating	5361	427,109	274,400	86,134	66,575
Five Pts / Polaris Dr A/E	5362.1	60,200	-	46,565	13,635
Polaris Drive Construction	5362.2	1,064,100	-	-	1,064,100
5 Pts RR Expansion	5363.1	16,000	-	-	16,000
Spec 3 Finish Out A/E	5364.1	759,601	-	9,240	750,361
842 Pine Boiler Replacement A/E	5365.1	75,500	-	55,663	19,837
842 Pine Boiler Replacement Equipment	5635.2	162,040	-	-	162,040
842 Pine Boiler Construction	5635.3	904,520	-	-	904,520
CarbonLITE Industries	5366	6,196,000	-	-	6,196,000

Development Corporation of Abilene
 Economic Program Status
 As of March 31, 2014

Economic Programs:	Project	Amount Obligated	Prior Years Disbursement	Current Year Disbursement	Balance reserved for obligated programs
Hangar 4 Ventilation System A/E	5367.1	3,500	-	3,200	300
Hangar 4 Ventilation Construction	5367.2	47,400	-	44,400	3,000
Fehr Foods Expansion	5368	2,623,000	-	-	2,623,000
TMAC FY 14	5369	88,000	-	33,000	55,000
Ads4Next Sponsorship	5370	2,500	-	2,500	-
Springboard Ideas	5371	5,000	-	5,000	-
Richard Burdine Professional Services	5372	50,830	-	15,293	35,537
Broadwind Towers 2014	5373	1,462,075	-	-	1,462,075
CEO Search 2014	5374	45,000	-	15,933	29,067
Fast Track Welding '14	5375	248,462	-	-	248,462
Subtotal Economic Program Obligation Reserve		\$ 39,352,957	\$ 15,833,560	\$ 3,077,194	\$ 20,442,203
Plus Administrative Division Obligations:					
Business Services Division	Division 2760	\$ 646,610	\$ -	\$ 377,024	\$ 269,586
Life Sciences Property Maintenance	Division 2765	579,930	-	231,048	348,882
DCOA Property Maintenance	Division 2775	308,810	-	178,022	130,788
Abilene Industrial Foundation	Division 2775	934,790	-	280,798	653,992
TTU Small Business Dev Center	Division 2775	250,000	-	83,400	166,600
Chamber Military Affairs	Division 2775	100,000	-	18,313	81,687
Airport Business Development Manager	Division 2775	189,160	-	59,995	129,165
Subtotal Administrative Divisions Obligation Reserve		\$ 3,009,300	\$ -	\$ 1,228,600	\$ 1,780,700
Total reserve for obligated programs					\$ 22,222,903

DCOA Board approved projects waiting for signed contracts:		Expiration Date
Project KM	\$ 82,100	3/31/14
Project BE	553,750	4/8/14
Project AH (Clavel Corp)	77,710	11/25/14
Smith Pipe Ph. 5	452,000	5/12/14
Project VC (Corley Wetsel Truck Center)	455,200	6/16/14
Fehr Foods 2014 Capital Projects	200,000	8/10/14
	\$ 1,820,760	