

On Wednesday, July 31, 2019, at 6:00 p.m., the Dayton City Commission met in regular session in the Commission Chambers of City Hall.

CALL TO ORDER

Mayor Whaley called the meeting to order.

INVOCATION

Commissioner Fairchild gave the invocation.

PLEDGE OF ALLEGIANCE

Mayor Whaley led the public in the Pledge of Allegiance.

ROLL CALL

Roll call was taken and Mayor Whaley, Commissioners Mims, Shaw and Fairchild were present. The Clerk of Commission, Ms. Rashella Lavender, and the City Manager, Ms. Shelley Dickstein, were also present.

Commissioner Mims made a motion to authorize the absence of Commissioner Joseph from this week's City Commission meeting. Commissioner Fairchild seconded the motion. The motion was unanimously approved.

APPROVAL OF MINUTES

Commissioner Mims made a motion to approve the minutes from the July 24, 2019, meeting.

Commissioner Fairchild seconded the motion. The previous meeting minutes were unanimously approved.

COMMUNICATIONS AND PETITIONS

Communication #21424

State of Ohio, Department of Liquor Control – Permit Application C1, C2, D6, Permit #3304020 – Go Dayton LLC, DBA Rays Drive Thru, 2204 Catalpa Drive, 1st Fl & Bsmt., Dayton, Ohio 45406.

The Clerk of Commission reported receipt of Permit Application Permit C1, C2, D6 Permit #3304020 – Go Dayton LLC, DBA Rays Drive Thru, 2204 Catalpa Drive, 1st Fl & Bsmt., Dayton, Ohio 45406. The application was referred through the City for investigation.

Communication #21425

Handout at the City Commission meeting from R.B. Bailey & Associates.

Communication #21426

Work Session handout- Finance Committee Briefing

SPECIAL AWARDS/PRESENTATIONS

Montgomery County Auditor

Mayor Whaley invited Mr. Karl Keith, Montgomery County Auditor, to the podium to give a community update on destroyed property forms related to the Memorial Day tornado recovery.

Mr. Keith said due to the Memorial Day tornados, the reduction in taxable value to properties will be updated for the 2020 tax bill based on the date of the tornado. He said the form is available on the website at www.mcauditor.org, or by calling the Auditor's Office at 937-225-4326 to request a form by mail. He said the State requires these forms be notarized, therefore, citizens may visit the Auditor's Office during regular business hours if a notary is needed.

Mr. Keith said if a citizen is having difficulties making tax payments, due to the tornadoes, they may be eligible for an extension. Citizens should contact the Montgomery County Treasurer's Office at 937-225-4010 to find out more information.

He said he is proud of the community's response to the Memorial Day tornados.

Dayton Sister Cities

Mayor Whaley invited Mr. Kevin Lydy, President of the Dayton Sister City Committee, to introduce guests visiting from Oiso, Japan.

Mr. Lydy said introduced three high school students visiting from the City of Oiso, Japan. He said they have been in Dayton for a week and participated in touring the United States Air Force Museum, Dragons Baseball,

Kings Island and kayaking. Mr. Lydy said Oiso Japan is the second oldest sister city and is celebrating the 50th Anniversary at the Levitt Pavilion on Saturday, August 3, 2019, beginning at 2:00 p.m.

Mayor Whaley thanked him for coming.

West Dayton Development Fund

Mayor Whaley invited Ms. Veronica Morris, Senior Development Specialist with Economic Development, to the podium to give a community update on the West Dayton Development Fund.

Ms. Morris said in May 1990 Waste Management, Inc. applied for zoning change to create Stony Hollow Landfill. The City of Dayton denied the zoning change, which resulted in Waste Management filing a lawsuit accusing the City of violating certain statutory and constitutional rights of the company. She said in 1992 a settlement was made which resulted in the creation of the landfill and the West Dayton Development Trust Fund. She said revenues generated from fees for landfilling of solid waste was assessed by Waste Management of Ohio, Inc. Ms. Morris said a percentage of those revenues are payments made to the City of Dayton who maintains the trust fund. She said payments received are split 50/50 between the West Dayton Development Trust Fund and the City's General Fund, per 1992 consent decree.

Ms. Morris said revenue depends on the amount of waste disposed at Stony Hollow Landfill and when the landfill reaches full capacity, deposits will cease.

Ms. Morris said the program goals and objectives are to retain, expand, and attract business to the Greater West Dayton and create employment opportunities for City of Dayton residents, to effectively manage and allocate funds to maximize the development impact in the Greater West Dayton community, stabilize and improve the housing infrastructure in the Greater West Dayton community, and to increase the social health and development of Greater West Dayton through community outreach and development.

Ms. Morris said the program boundaries are that grant dollars are available to any project that meet the established criteria and that provides services or benefits to the West Dayton community, which is defined as West Priority Land Use area. She said project benefits or physical location must be within the following neighborhoods: Arlington Heights, Carillon, Five Points, Lakeview, Little Richmond, MacFarlane, Residence Park, Roosevelt, Westwood, and Wolf Creek. She said special consideration is given to projects located in the Target Areas of Edgemont, Fairlane, Germantown Meadows, Highview Hills, Madden Hills, Miami Chapel, Pineview and Stony Ridge.

Ms. Morris said the eligible use of funding with appropriate documentation are land/building acquisition (non-speculative), leasehold/building renovations and improvements, new construction, machinery/equipment, and supplies/materials (excluding inventory). She said funding cannot be used as collateral or for pre-development activities and the amount of funding is subject to the resources available at the time of the application.

Ms. Morris said potential applicants may receive an application and program guidelines from the City of Dayton's Department of Economic Development. She said applications must be returned to the Department of Economic Development. She said all grant applications will be initially reviewed by staff for eligibility based on the program requirements established in the application guidelines. The qualified applications are then presented to the Advisory Board for their review and recommendation. Ms. Morris said the Advisory Board will recommend to the City Manager approval or denial of a funding request. The City Manager, who has the authority to accept, reject or change the recommendations of the Advisory Board, will then present the funding request to the City Commission for final approval of an agreement with the applicant.

Ms. Morris said if anyone has a great economic or community development project in the West Dayton Land Use area, please contact her at Department of Economic Development 101 West Third Street, Dayton, Ohio 45402 or by calling 937.333.3912. Citizens may also reach her at veronica.morris@daytonohio.gov.

ADDITIONS OR DELETIONS TO THE CALENDAR

The Clerk of Commission, Ms. Rashella Lavender, requested the addition of Calendar Item No. 1 Sub-Item D4-Moonlight Security-Purchase Order in the amount of \$12,000.00 to cover costs associated with hospital guard monitoring. The Department of Police is requesting approval and Emergency Ordinance No. 31745-19-Submitting to the Electors of the City at the November 5, 2019, Regular Municipal Election a Proposal to Amend Section 6 of the Charter Relating to Qualification; Repealing Existing Section 6. The ordinance will receive first and second reading.

REPORTS:

A. Purchase Orders, Price Agreements and Contracts:

(All contracts are valid until delivery is complete or through December 31st of the current year).

1. **Purchase Orders:**

CENTRAL SERVICES

A1. CDW Government, Inc. (ten Commvault licenses, maintenance and support services) **\$44,192.79**

1.

ECONOMIC DEVELOPMENT

B1. Comptech Computer Technologies, Inc. (temporary staffing services as needed through 12-31-23) **\$48,000.00**

PUBLIC WORKS

C1. McNeilus Truck & Manufacturing Company (McNeilus brand refuse packer parts, supplies and repair services as needed through 12-31-19) **35,000.00**

WATER

D1. Beau Townsend Ford, Inc. (one mid-sized four-wheel drive utility vehicle) **34,195.00**

D2. Chesley Associates, Inc. (one magnetic McCrometer brand flow meter) **28,447.00**

D3. Ohio Cat (one Caterpillar 420F2 HRC backhoe) **109,349.00**

-Depts. of Central Services, Economic Development, Public Works and Water.

Total: \$299,183.79

2. **Hull & Associates, Inc. – Service Agreement** – to perform certain tasks associated with the remediation of the former Brinkman’s Auto property located at 3503 Riverside Drive – Dept. of Economic Development. **\$250,000.00**

(Thru 12/31/20)

3. **Bilbrey Construction, Inc. – Service Agreement** – for the design-build services for City Hall renovations – Dept. of Public Works/Property Mgmt. **\$12,500.00**

(Thru 12/31/21)

C. Revenue to the City:

4. **Cincinnati Bell Extended Territories, LLC – Lease Agreement** – for the occupation of City owned conduit – Dept. of Public Works/Civil Engineering. **\$41,625.00**

(Thru 08/31/39)

CITIZENS’ COMMENTS ON CALENDAR ITEMS

There were no citizens’ comments on calendar items.

DISCUSSION OF CALENDAR ITEM

Calendar Item No. 2. – Hull & Associates, Inc. – Service Agreement

The City Manager, Ms. Shelley Dickstein, said the agreement will perform remediation and clean up at the former Brinkman’s Auto property located at 3503 Riverside Drive.

APPROVAL OF CITY MANAGER’S REPORTS

Commissioner Mims made the motion to approve the City Manager’s Reports. Commissioner Fairchild seconded the motion. The City Manager’s Reports were approved with a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild.

LEGISLATION

EMERGENCY RESOLUTION – FIRST AND SECOND READING

Emergency Resolution No. 6429-19- Authorizing the Acceptance of a Grant Award from the Ohio Department of Rehabilitation and Correction in the Amount of One Hundred Ninety-Six Thousand Eight Hundred Sixteen Dollars and Zero Cents (\$196,816.00) for the Grant Period of July 1, 2019 to June 30, 2021, on Behalf of the City of Dayton, and Declaring an Emergency.

Commissioner Shaw moved that this being an emergency measure for the immediate consideration of the Resolution. Commissioner Mims seconded the motion. The motion was passed with a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild. The question being shall Emergency Resolution No. 6429-19 be adopted. A roll call vote was taken resulting in a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild. The Emergency Resolution was adopted.

Emergency Resolution No. 6430-19- Authorizing the Execution of All Documents and in All Ways Act as the Authorized Agent Relative to the Federal Emergency Management Agency (“FEMA”) Public Assistance Grant Program; and Declaring an Emergency.

Commissioner Fairchild moved that this being an emergency measure for the immediate consideration of the Resolution. Commissioner Mims seconded the motion. The motion was passed with a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild. The question being shall Emergency Resolution No. 6430-19 be adopted. A roll call vote was taken resulting in a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild. The Emergency Resolution was adopted.

RESOLUTIONS – SECOND READING

Resolution No. 6426-19- Concurring with the Adoption of the West Dayton Neighborhoods Vision Plan.

The question being shall Resolution No. 6426-19 be adopted. A roll call vote was taken resulting in a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild. The Resolution was adopted.

Resolution No. 6427-19- Honorarily Naming North Ludlow Street from Monument Avenue to West Third Street as Lloyd Lewis, Jr. Way.

The question being shall Resolution No. 6427-19 be adopted. A roll call vote was taken resulting in a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild. The Resolution was adopted.

THIS ITEM WAS ADDED

EMERGENCY ORDINANCE – FIRST AND SECOND READING

Emergency Ordinance 31745-19- Submitting to the Electors of the City at the November 5, 2019, Regular Municipal Election a Proposal to Amend Section 6 of the Charter Relating to Qualifications; Repealing Existing Section 6; and Declaring an Emergency.

Commissioner Mims moved that this being an emergency measure for the immediate consideration of the Ordinance. Commissioner Fairchild seconded the motion. The motion was passed with a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild. The question being shall Emergency Ordinance No. 31745-19 be passed. A roll call vote was taken resulting in a 4-0 vote. Voting in the affirmative were Mayor Whaley, Commissioners Mims, Shaw and Fairchild. The Emergency Ordinance was passed.

Mayor Whaley said because of the attendance of the City Commission at next week’s City Commission meeting this item was added to the calendar. She said this item is necessary because the way the Dayton Charter is worded it will not allow for the Safer Grants to pull federal dollars. She said it will be on the November ballot.

Mayor Whaley said she will be leaving the meeting at 7:15 p.m. to attend a public meeting in the City of Dayton. She said Commissioner Mims will lead the meeting at that point.

Mayor Whaley recognized Ms. Farra Smith, Legislative Aide to the Mayor, who will be leaving to join CareSource Inc.

CITIZENS' COMMENTS

Citizens' comments were received from the following:

1. **Donna Hinkle, 36 Potomac-** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
2. **David Hurwitz, 36 Potomac St. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
3. **Michael Heier 8240 Dog Leg Road-** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
4. **Heather Leppla, 27 West McPherson St.-** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
5. **Heather Wilson, 2625 Stonequarry Road-** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
6. **Joshua Wilson, 2625 Stonequarry Rd -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
7. **Elizabeth Makiewicz, 1007 Betram Ave.-** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
8. **Margaret Young, 1226 Shaland Ave. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
9. **Diane Peters, 2650 Wayland Ave-** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
10. **Monica Snow, 426 East 6th St-** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
11. **Matt Cary, 4024 Woodbine Ave. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
12. **Jennifer Davis, 4516 River Ridge Rd-** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
13. **Susan Davis, 4516 River Ridge Rd. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
14. **Marie Trittschuh, 899 Old Springfield Rd. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
15. **Cory Paul, 785 Martindale Rd. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
16. **Sam Romeo, 232 Misty Oaks Ct. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
17. **Nicole Conrad, 6782 Evergreen Woods Dr. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
18. **Sean Mormino, 3554 Fumstein Ave. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
19. **Peter Maxwell, 495 Crest Hill Ave. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
20. **Laurie Cothran, 2706 Walnut Ridge Dr. -** spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.

21. **Jan Hollon**, 8240 Dog Leg Road- spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 22. **Elizabeth Langford**, 4100 South Brown School Road- spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 23. **Joan Ritzenthaler**, 2870 Country Squire Dr. - spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 24. **Kelly Maxwell**, 495 Crest Hill Ave. - spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 25. **Nenita Lapitan**, 4226 W. National Rd. - spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 26. **Roger Bailey**, 1269 Furnas Rd. - spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
- Mayor Whaley left the meeting to attend a prior business engagement. Commissioner Mims served as Temporary Chairperson.
27. **Jenna Jones**, 137 McCraw Dr. - spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 28. **Dorothy Bindeman**, 5672 Barrbanna Lane- spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 29. **Ann Davis**, 340 Lorona Ave- spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 30. **Bridget Paxton**, 6947 Phillipsburg union. - spoke in opposition of the Dayton International Airport Development/Paul Knoop Prairie.
 31. **Linda Holley**, 229 Victor Ave - spoke about a police issue.

COMMENTS BY THE CITY MANAGER

The City Manager, Ms. Shelley Dickstein, had no closing comments.

COMMENTS BY THE CLERK OF COMMISSION

The Clerk of Commission, Ms. Rashella Lavender, had no closing comments.

COMMENTS BY THE CITY COMMISSION

Commissioner Fairchild

Commissioner Fairchild highlighted his attendance at the Access Living Center event.

Commissioner Fairchild said he values every citizen that speaks before the Dayton City Commission and the value of preserving the natural habitation is not lost on him.

Commissioner Shaw

Commissioner Shaw thanked citizens for their passion and value of Aullwood Nature Center.

Commissioner Mims

Commissioner Mims said there will be a new design for the flag of the City of Dayton with participation from Dayton Public Schools, universities, citizens and world renowned artists.

Commissioner Mims highlighted his visit to the U.S. Conference of Mayors Conference on Youth in Los Angeles, California.

Commissioner Mims thanked citizens for their comments and said their comments are very important.

ADJOURNMENT

There being no further business, the meeting was adjourned at 7:38 p.m.

Nan Whaley
Mayor

Attest: _____
Clerk of Commission

WORK SESSION

A copy of prepared material has been recorded as Communication & Petition Number 21426 dated July 31, 2019.

The Dayton City Commission met in a Work Session on July 31, 2019, at 4:43 p.m., prior to the regularly scheduled City Commission meeting. The meeting was held in the City Manager’s Large Conference Room, located in City Hall. Mayor Whaley and Commissioners Mims and Fairchild were present. Ms. Ariel Walker Director, City Commission Office, was also in attendance. Commissioner Shaw later joined the Work Session.

Ms. Shelley Dickstein, City Manager, Ms. Tammi Clements, Deputy City Manager, Mr. Joe Parlette, Deputy City Manager, Ms. Diane Shannon, Director of Procurement, Management and Budget, Mr. Gilbert Turner, Interim Director of Aviation, Mr. Mike Powell, Director of Water, and Mr. Christopher Wimsatt, Budget Analyst, were the presenters.

An overview was provided regarding the Finance Committee’s Briefing by highlighting:

- 2019 Mid-Year Results and Budget Status Update
- 2019 Mid-Year Results – Department of Aviation
- 2019 Mid-Year Results – Department of Water

Revenue Trends

Ms. Shannon reported that net collections for June YTD increased 2.3 percent, and are 2 percent, or \$1.4 million above the mid-year target. Withholding collections have climbed 2.6 percent, or \$1.5 million. The taxes on business profits advanced by 1.8 percent, or \$133,800 with corporation profits declining 3.2 percent and partnership gaining 18 percent or \$313,600. Taxes paid by individuals increased by 4.4 percent and refunds are up 13 percent. Both 2018 and 2019 have realized two five-Friday payment months at the mid-year point, although 2018 enjoyed 5 such months for the year.

Mr. Wimsatt indicated that Property and Other Charges for Services are up 3 percent Driven primarily by the growth in the City’s 3 percent lodging tax. Commissioner Mims asked about the cause for the increase and Mr. Wimsatt indicated that lodging tax growth is primarily attributed to the new hotel stock in and around downtown. Property tax gains reflect the modest increases in valuation and collection rates over recent years.

Other Revenue, which represents various sources, climbed \$369,200. \$230,000 of this increase is attributable to the change in the cost drivers for Indirect Cost Reimbursement. Strong gains can also be found in Parking Revenue, which strong growth from meters as well as the Oregon District Garage.

The Local Government Fund revenues are up 4.9 percent year over year, or \$153,400. For SY 2019, state tax receipts increase \$1.1 billion, or 4.8 percent. In 2019, the rainy day fund stands at \$2.7 billion. The new state budget reintroduced the Municipal Direct Allocation beginning in SFY 2020, which should contribute to LGF strength through the end of the year. Mayor Whaley made a comment about how this is a win for local communities.

Other revenues are up \$127,400 or 9.4 percent. Recording of cable franchise revenues changed from a net to gross basis in mid-2018. Miscellaneous and unclassified revenues were up \$96,000 or 46.6 percent over June 2918. Revenue gains were offset somewhat by reductions.

Expenditure Trends

Mr. Wimsatt said personnel costs increased \$4.4 million or 7.3 percent through June 2019. Drivers include May 25th event expenses, specifically public safety overtime, and the Memorial Day tornadoes. Insurance is up nearly 1.6 million or 16.9 percent as a result of Transfer Rate increases that took effect in August 2018. General Fund filled positions increased by 16 positions or 1.3 percent from first half 2018-2019. Additional costs related to tornadoes will be forthcoming.

Contracts and Materials excluding other use transfers, declined about \$404,600 or 2.4 percent from June 2018. The primary drivers are the timing of RDC and Tipping Fee payments. When corrected for timing, Contracts and Materials are up \$465,200 or 2.8 percent year to date.

The total 2019 Governmental Investments Budget, including Issue 9, is \$27.7 million. General Fund cash support for Investments is \$16.1 million. In February of 2019, \$12 million was transferred to enable timely bidding and commencing of projects, together with \$2.2 million that was transferred in 2019. The remaining \$1.9 million capital transfer will involve a funding switch, which will occur later in the year.

Ms. Shannon discussed the revenue circuit breakers and said that at the mid-year point, all General Fund revenue categories are performing within expectations, save Other Intergovernmental and Fines and Forfeits. The Other Governmental category assumes a %75 reimbursement from FEMA costs incurred from the General Fund for eligible expenses associated with the Memorial Day tornadoes. Although Other Revenue is below budget, the variance is not significant enough to trigger a revenue circuit breaker or the threshold of two standard deviations.

At the mid-year point, total General Fund expenditures and transfers account for 50.1 percent of the annual revised budget. The revised budget is \$4.4 million higher than the original due to unanticipated costs from the May 25th event and Memorial Day tornadoes. Most departments are performing within expected variance thresholds, with exception of Fire, Non-Departmental, Issue 9 and Investments, and Income Tax.

Preliminary 2019 Year End Projections indicate that revenues are performing slightly ahead of budget as compared to last year, despite negative budget variances for three categories. The revised forecast will be higher than the original forecast due to the modestly higher Income Tax, the unplanned BWC refund of \$1.2 million and expected FEMA reimbursements. Expenditures are expended to accelerate in the second half of the year due to expenses related to the Memorial Day tornadoes. At the mid-year point, we expect to end 2019 with a balanced budget and a \$2 million to \$3 million use of the cash reserve. This is higher than the originally planned \$1.5 million.

Total claims costs to the Health Insurance Fund, inclusive of the Dayton Offsite Clinic, Stop loss insurance, and administrative costs, are down 8.7% at the midpoint of the year. The 24% increase Employer Share that went into effect in August has stabilized the fund and is responsible for the YTD growth in the ER-Employer Contribution line. A 3.5% increase in included in the 2020 budget planning.

Ms. Shannon said the Dayton Region employment levels have rebounded with 391,100 jobs. Counts are 32,500 higher than the low point of the Great Recession.

At the end of the second quarter, revenues have climbed by 3.8 percent or \$3.5 million. At the end of June, revenues are \$900,000 over forecast. This is mostly caused by unplanned expenditures from the May 25th event and the Memorial Day tornadoes.

Department of Aviation

Mr. Turner reported on the 2019 Mid-Year Results for the Department of Aviation.

Total revenue and other sources, are up 4 percent or \$700,000 year-over-year. An earlier reimbursement of property tax revenues equal to \$497,500 and a reduction of the Airline subsidy of \$325,000. Total expenditures are flat compared to 2019 and 9.8 percent below YTD. At the end of first half, total Sources exceed Uses by \$1.6 million.

Airline Revenue is up 3.2 percent year-over-year. Landing fee revenue has increased as a result of lower subsidy to Allegiant Airlines and incentives ending. The Subsidy to Airfield Cost Center in 2019 is \$390,800 compared to \$715,400 in 2018. Airline Space Rent declined 1 percent or \$26,000 over the same period in 2018.

The ratio of Non-Airline Revenue to Airline Revenue is 71 percent to 29 percent. The industry standard is 67 percent to 33 percent. The compounded annual rate of growth in Airline Revenue is 2.4 percent while non-airline revenue has declined at a rate of 1.6 percent of the period 2016-2019. Rental Car Concessions are down 12.2 percent for to decreased spending in the contract specified minimum annual guaranteed amounts. Interest and Other revenue climbed a significant 48.3 percent, or \$111,800 due to the K9 grant being funded earlier in 2019 than 2018.

Expenditure trends have personnel costs 2.4 percent below budget. Insurance costs are 19.1 percent higher than YTD 2018 and overtime has declined by 16.5 percent. Contracts and Material are 15.1 percent lower than 2018 and other costs have been controlled in an effort to manage the organizations overall financial position.

Enplanements decreased 1.7 percent when compared to 2018 and 10.3% when compared to the same time in 2017.

Total Sources are up 4 percent due to the timing of property taxes. When controlling for timing, total sources are up about 1 percent. Expenses are down during the first half and are \$1.8 million below budget.

Department of Water

Mr. Powell reported on the 2019 Mid-Year Results for the Department of Water.

Water Fund Revenue and Expenditure Review - Water Fund Revenues are down 2.6 percent or \$700,000 compared this time last year. The revenue from City customers are under forecast by 8 percent compared to 2018. The revenue from other jurisdictions are below forecast by 5.1 percent compared to 2018. Expenditures were up 4.5 percent compared to 2018 due to higher Interest Expense and Capital Transfers.

Personnel costs are 2.7 percent higher compared to 2018 due to wage and related benefits. However, costs have also been recouped through water cost savings projects.

Contracts and materials are up 1.3 percent in part due to utilities being down, supplies and materials being up, and other professional services costs being up.

The Sanitary Sewer Fund Revenues are up 3.2 percent or \$500,000, compared to 2018 due to an increase in Billed Sewer Fees and Other Charges. Expenditures are up 7.9 percent or \$1.3 million compared to 2018 due to higher Contracts and Materials expense and investment in Capital Improvements offset by lower investment in Capital Equipment.

Mayor Whaley thanked everyone for the updates and noted her appreciation for staff's work.

The Work Session concluded at 5:38 p.m.