

City of Denton  
Airport Gas Well Fund<sup>1</sup>  
Schedule of Revenues & Expenditures  
For the Period Ended June 30, 2017

| DESCRIPTION                               | FY 2004-05<br>ACTUAL | FY 2005-06<br>ACTUAL | FY 2006-07<br>ACTUAL | FY 2007-08<br>ACTUAL | FY 2008-09<br>ACTUAL | FY 2009-10<br>ACTUAL | FY 2010-11<br>ACTUAL | FY 2011-12<br>ACTUAL | FY 2012-13<br>ACTUAL | FY 2013-14<br>ACTUAL | FY 2014-15<br>ACTUAL | FY 2015-16<br>ACTUAL | TOTAL      |
|-------------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|------------|
| REVENUES:                                 |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |            |
| Royalties <sup>2</sup>                    | 619,841              | 1,323,993            | 1,233,849            | 1,108,335            | 807,847              | 4,124,918            | 2,389,035            | 1,216,740            | 1,162,508            | 1,023,526            | 581,848              | 478,310              | 16,070,750 |
| Surface Agreements                        | 25,057               | 43,299               | 25,559               | 13,952               | 48,526               | 15,152               | 15,152               | 9,152                | 13,952               | 13,952               | -                    | -                    | 223,753    |
| Interest Income                           | -                    | 17,517               | 108,150              | 90,718               | 110,827              | 32,050               | 28,879               | 34,336               | 23,150               | 26,153               | 27,708               | 26,225               | 525,713    |
| Total Revenues                            | 644,898              | 1,384,809            | 1,367,558            | 1,213,005            | 967,200              | 4,172,120            | 2,433,066            | 1,260,228            | 1,199,610            | 1,063,631            | 609,556              | 504,535              | 16,820,216 |
| EXPENDITURES:                             |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |            |
| Return on Investment - General Fund       | -                    | -                    | -                    | -                    | -                    | -                    | 27,973               | 15,239               | -                    | -                    | -                    | -                    | 43,212     |
| Franchise Fees - General Fund             | -                    | -                    | -                    | -                    | -                    | -                    | 39,962               | 34,800               | 36,022               | 37,853               | 34,778               | 35,268               | 218,683    |
| Grant - City Match                        | -                    | -                    | -                    | -                    | -                    | 49,836               | 62,674               | 61,718               | 56,006               | 49,891               | 50,000               | 55,900               | 386,025    |
| Professional Services                     | -                    | -                    | 39,905               | 17,692               | 80,996               | 65,607               | 60,778               | 5,327                | -                    | -                    | -                    | -                    | 270,305    |
| Marketing                                 | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 30,082               | -                    | -                    | -                    | -                    | 30,082     |
| Debt Service                              | -                    | 206,777              | 255,437              | 228,750              | 221,993              | 216,987              | 224,815              | 219,455              | 77,605               | 151,753              | 204,776              | 475,790              | 2,484,138  |
| Transfer to General Fund (Indirect Costs) | 51,038               | -                    | -                    | -                    | -                    | 973,582              | 178,124              | 178,124              | 294,997              | 381,338              | -                    | 367,890              | 2,425,093  |
| Transfer to Capital Projects              | -                    | 185,000              | -                    | -                    | 1,300,000            | 1,210,900            | 654,125              | 479,160              | 1,000,000            | 816,636              | 1,204,276            | 169,835              | 7,019,932  |
| Transfer to Other Funds (Indirect Costs)  | -                    | -                    | -                    | -                    | -                    | -                    | -                    | -                    | 16,030               | 29,340               | -                    | -                    | 45,370     |
| Total Expenditures                        | 51,038               | 391,777              | 295,342              | 246,442              | 1,602,989            | 2,516,912            | 1,248,451            | 1,023,905            | 1,480,660            | 1,466,811            | 1,493,830            | 1,104,683            | 12,922,840 |
| Net Income (Loss)                         | 593,860              | 993,032              | 1,072,216            | 966,563              | (635,789)            | 1,655,208            | 1,184,615            | 236,323              | (281,050)            | (403,180)            | (884,274)            | (600,148)            | 3,897,376  |
| Beginning Unreserved Fund Balance         | -                    | 593,860              | 1,586,892            | 2,659,108            | 3,625,671            | 2,989,882            | 4,645,090            | 5,829,705            | 6,066,028            | 5,784,978            | 5,381,798            | 4,497,524            |            |
| Ending Unreserved Fund Balance            | 593,860              | 1,586,892            | 2,659,108            | 3,625,671            | 2,989,882            | 4,645,090            | 5,829,705            | 6,066,028            | 5,784,978            | 5,381,798            | 4,497,524            | 3,897,376            | 3,897,376  |

<sup>1</sup>Federal law restricts the use of these revenues for Airport expenses only.

<sup>2</sup>Royalties from 10 gas wells located on Airport property and 1 gas pooling agreement.

|                                                  |             |
|--------------------------------------------------|-------------|
| Total Airport Appropriable Fund Balance          | 2,482,155   |
| Airport Operating Fund Appropriable Fund Balance | (1,415,221) |

|                                                                                                                                                                                                     |              |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|
| <u>Debt Service - Principal Correction</u>                                                                                                                                                          | <u>Total</u> |
| Debt Service Principal Payments Recorded Against Airport Operating F<br>(Reccomendation to reclassify the \$623,912 in cash/equity from the<br>Airport Gas Well Fund to the Airport Operating Fund) | 623,912      |