I. EXECUTIVE SUMMARY

This semiannual report was prepared by the Fort Worth Water Department staff and adopted by the Capital Improvement Plan Citizen's Advisory Committee ("CAC"). The purpose of this report is to advise the City Council, in accordance with Chapter 395, Local Government Code, of the progress of the Capital Improvements Plan and any inequities found in implementing or imposing the impact fee program.

This report and subsequent semiannual reports by the CAC will provide a historical record of the administration and implementation of the impact fee program of the City of Fort Worth.

The state statute governing impact fees, Chapter 395 of the Local Government Code, requires that the Land Use Assumptions and the Capital Improvements Plan be updated at least every five years and that the impact fee ordinance be amended as necessary to reflect any changes. On September 16, 2008 the City Council approved the hiring of Red Oak Consulting, a Division of Malcolm Pirnie, Inc. to update and amend the Land Use Assumptions, the Capital Improvements Plan and the ordinance. On May 5, 2009, the City Council approved Ordinance No. 18593-05-2009, effective June 6, 2009, which updated Water and Wastewater Land Use Assumptions and Capital Improvements Plan and provided for collection of 50% of the maximum assessable water and wastewater impact fees per service unit.

The CAC has evaluated the status of the Land Use Assumptions and the progress of the Capital Improvements Plan. The evaluation found that adequate progress is being made to implement the capital improvements program for providing facilities required to meet development demands.

Included in this report are tables comparing the variance in status and costs of projects as proposed in May 2009 to the current status (for informational purposes only). In addition, an analysis of impact fee collections is included in this report for the period beginning with the effective date of the ordinance of June 11, 1990, through June 30, 2011.

The CAC submits the following recommendation for consideration by the Fort Worth City Council:

> No changes to the Land Use Assumptions or Capital Improvements Program at this time.

To its knowledge, as of September 15, 2011, the CAC finds that the impact fee is being collected and maintained in accordance with the law.

The committee stands ready to discuss its recommendations and this report at the City Council's convenience.

Mr. Bob Madeja – Chairman

Mr. Don Little – Member

Mr. Les Neumann – Member

Mr. Steve Sievers – Member

Mr. Don E. Allen – Member

Ms. Betty Mars – Member

Vacant