



Public Hearing
City of Burnet
Proposed Budget
FY 2025-2026

UPDATES



Changes to Operations since the presentation of City Manager's Proposed Budget:

- Added Parks position back into budget
- Reduced the 10% health insurance increase to 0%
- Increased custodial service expenses





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City of Burnet Proposed Budget
Fiscal Year 2025-2026
Summary

Unrestricted Operating Funds	2025-2026 Budgeted Net Operating Profit
General Fund	\$539,421
Electric Fund	456,454
Water/Wastewater Fund	<u>631,596</u>
Total Unrestricted Funds	<u>\$1,627,470</u>

Restricted Operating Funds	2025-2026 Budgeted Net Operating Profit
Golf Fund	<u>\$169,309</u>
Airport Fund	<u>\$68,432</u>





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Financial Goals

- Maintain a 90-day reserve.
- Maintain a 1.25 Debt Coverage Ratio.
- Maintain General Fund Net Operating Profit of no less than 3% of operating budget.
- Budget projected Net Operating Profit as Fund Balance for Capital Projects.
- Maintain the Self-Funded Accounts at a level to properly fund future equipment needs based on a five-year projection.
- Maintain Capital Reserve Accounts for General, Electric, and Water/Wastewater funds.
- Maintain a Net Operating Profit of no less than 5% for the Water/Wastewater Fund and no less than 4% for Electric Fund.
- Delaware Springs is to be operated as an Enterprise Fund with its own self-funded account, capital accounts, and operating reserves and maintain a Net Operating Profit of no less than 5%.





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Operating Highlights

Revenues

- Property tax revenue of \$4,530,000 (based on current tax rate of \$0.6131/100)
 - Increase of \$195,000 over the current budget
- Sales tax of \$3,245,000
 - Increase of 3% over end of year projection
- EMS Transport Fees of \$2,075,000
 - Increase of \$75,000 over current budget
- Water/Wastewater Rate Increase
 - 10% increase effective 6/1/25
 - 10% increase effective 10/1/25





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Operating Highlights

Personnel Costs

- 3% COLA increase across the board
 - additional increases for Fire and PD based on scale
- Electric Pay Scale Adjustments
- 0% Health Insurance increase over current year.
- Position changes:
 - Addition of Meter Tech – split 75/25 with Water and Electric
 - Addition of Lineman Apprentice position to Electric
 - Addition of Juvenile Investigator for PD (50% of cost was already included in budget through elimination of SRO's)
 - Addition of Golf Course Maintenance Worker and full time Pro Shop position (offset by elimination of two part-time positions) at the Golf Course added during current year





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Operating Highlights

Expenses

- TML insurance increase of \$101,829 includes:
 - \$22,181 annual increase
 - \$13,045 increase for New City Hall
 - \$2,142 increase for New Jet Hangar
 - \$64,461 increase to add Flood Insurance
 - Allocation change – moved from admin allocation to each department directly
- PD/Fire Dispatch contract increased \$25,000
- Community Services allocation change
 - Moved 1/3 from Electric to General Fund and 1/3 from Electric to Water/WW)





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Pending Items



Finalize Capital Projects

- Electric employee tools and equipment - \$35,000
- Electric equipment for Creekfall projects - \$35,000
- Flood related expenses
- Pickleball planning expenses - \$25,000
- “Carry over” projects
- Possible Debt Impacts





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Action

PER TEX.LOC.GOV'T CODE §102.007 - THE CITY MUST TAKE SOME SORT OF ACTION ON THE BUDGET AFTER THE PUBLIC HEARING, AND IT IS GENERALLY ACCEPTED THAT THE CITY NEED NOT ADOPT THE BUDGET AT THE END OF THE HEARING.

STAFF'S RECOMMENDATION:



COUNCIL VOTE TO POSTPONE THE FINAL BUDGET VOTE UNTIL THE SEPTEMBER 9TH COUNCIL MEETING.





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Public Comment/Questions

STAFF'S RECOMMENDATION:



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COUNCIL MEETING.**

