

FY 21 Budget August 11, 2020 Budget Workshop

GENERAL FUND

Changes from the previous workshop include:

Revenues:

- Ad Valorem changed from \$1,536,958.00 to \$1,591,317.76. This is based on the certified values from the appraisal district on July 25th at .19 per hundred dollars of valuation.

Expenses:

- Added a Government Affairs line item for \$10,000 to cover Lobbyist expenses, if needed.
- Changed Public Relations from \$1,000.00 to \$5,000.00.
- Salary figures reduced. Removed proposed internships for fall semester.
- Increased Financial Services by an additional \$4,000.00 for auditing per the Audit Engagement Letter.
- Added a City Sponsored Events line item in the amount of \$5,000.00 to cover the City's share of expenses.
- Changed Transfer of Ad Valorem to TIF from \$169,379.41 to \$153,971.71 based on certified values received on July 25th. These agree with the TIRZ administrator's values.
- Increased Transfer to Reserves from \$125,000.00 to \$177,736.46. The Government Officers Finance Association of Texas advises that 20-25% of the City's budget be held in reserves. We currently have \$1.3M in the Reserve Fund which is 17.33%.
- Stephenson Building Rehabilitation project reduced from \$15,000.00 to \$14,000.00. This is based on the demolition quote which was reduced by \$1,000.00. \$14,000.00 will cover the following costs: interior demolition, feasibility study adjustment /validation, and hazmat inspection and recommendations.

TIRZ 1 and 2 Budgets

This budget implements the TIRZ board approved budget and includes the TIRZ Ad Valorem per the County reconciliation of parcels previously unaccounted for. It includes a line item for the \$250,000.00 transfer from the General Fund to be held in reserve. It shows the transfer coming in and going out to a reserve account.