



# Wylie City Council

## AGENDA REPORT

Department: Finance  
Prepared By: Melissa Brown

Account Code: \_\_\_\_\_

### Subject

Consider, and act upon, approval of the Fiscal Year 2023-2024 4B Budget and authorize expenditures for the FY 2023-2024 Community Services Facilities Capital Improvement Plan.

### Recommendation

Motion to approve the Item as presented.

### Discussion

The Parks and Recreation Facilities Development Corporation was established in accordance with State law as a result of the January 15, 1994 election approving the ½ cent sales tax for parks and recreation projects. The Board of Directors for the Corporation are:

|                   |                   |
|-------------------|-------------------|
| Councilmember     | David R. Duke     |
| Councilmember     | Scott Williams    |
| Councilmember     | Sid Hoover        |
| Councilmember     | Matthew Porter    |
| Park Board Member | Auston Foster     |
| Park Board Member | Whitney McDougall |
| Park Board Member | Scott Hevel       |

As set out in the Articles of Incorporation, the Board has the power to authorize the expenditures of sales tax receipts for projects approved by the City Council. Further, the Bylaws state that “It shall be the duty and obligation of the Board to finance and implement the Community Services Facilities Capital Improvement Plan as adopted by the Wylie City Council.” Bylaws further state that “The President shall submit the budget to the City Council for approval prior to submission to the Board for final adoption.”

The activities of the 4B Corporation are accounted for in two fund types: 4B Sales Tax Revenue Fund and the 4B Debt Service Fund. The 4B Sales Tax Revenue Fund includes departments for the Brown House, Senior Activities, Recreation Center, Stonehaven House, and a portion of Parks and Combined Services. The proposed revenues for the FY 2023-2024 budget year are \$5,696,500 which includes a 10% increase in sales tax revenue from FY 22-23. Proposed expenditures of \$5,479,756 include one equipment operator, Pirate Cove Playground replacement, Community Park Playground surfacing and Phase II installation, a 5900 large mower replacement, a pavilion at the Library, and a zero-turn mower. A very healthy fund balance of \$4,023,112 is projected and the fund balance policy requirement is 25% of budgeted sales tax revenue which is equal to \$1,134,140.

The 4B Debt Service Fund will make bond payments of principal and interest for FY 2023-2024 totaling \$387,100 which is supported by a transfer from the 4B Sales Tax Revenue Fund. The current outstanding debt for the 4B fund is \$755,000 which will be completely paid off in FY 2025.