

Budget Work Session Fiscal Year 2022-2023

July 26, 2022

General Fund Summary

Audited General Fund Unassigned Ending Balance 09/30/21	\$ 30,403,003
Projected '22 Revenues	<u>49,026,908</u> a)
Available Funds	79,429,911
Projected '22 Expenditures	<u>(57,086,890)</u>
Estimated Ending Fund Balance 09/30/22	\$ 22,343,021
 Estimated Beginning Fund Balance - 10/01/22	 \$ 22,343,021
Proposed Revenues '23	51,425,695 b)
Proposed Expenditures '23	(49,420,732)
Recommended Requests (Recurring Expense)	(1,387,463)
New/Replacement Fleet & Equipment & One Time Uses	(617,500)
Use of Fund Balance	<u>(350,000)</u>
Estimated Ending Fund Balance 09/30/23	\$ 21,993,021 c)

a) Projected Sales Tax is 2022 budgeted; Oct - May actuals = 70% of budget.

b) Proposed revenues include estimated no new revenue rate and 8.8% growth on projected FY 2022 sales tax.

c) Fund balance is 43% of expenditures.

Utility Fund Summary

Audited General Fund Unassigned Ending Balance 09/30/21	\$ 20,956,639
Projected '22 Revenues	<u>25,211,725</u>
Available Funds	46,168,364
Projected '22 Expenditures	<u>(25,738,001) a)</u>
Estimated Ending Fund Balance 09/30/22	\$ 20,430,363
 Estimated Beginning Fund Balance - 10/01/22	 \$ 20,430,363
Proposed Revenues '23	26,027,619 b)
Proposed Expenditures '23	(24,191,271) c)
Recommended Requests (Recurring Expense)	0
New/Replacement Fleet & Equipment & One Time Uses	<u>(687,600)</u>
Estimated Ending Fund Balance 09/30/23	\$ 21,579,111 d)

a) Includes a budget amendment for \$1.2mm for two advanced funding agreements with TxDot to move water lines.

b) Assumes 7% water rate increase and 2.75% sewer rate increase per the 2020 rate study.

c) Includes most recent NTMWD estimated costs (June 30)

d) Policy requirement is 90 days of operating expenditures. This ending fund balance is 316 days.

4B Sales Tax Fund Summary

Audited 4B Sales Tax Revenue Fund Ending Balance 09/30/21	5,121,099
Projected '22 Revenues	<u>4,589,466</u> a)
Available Funds	9,710,565
Projected '22 Expenditures	<u>(4,571,940)</u>
Estimated Ending Fund Balance 09/30/22	5,138,625
 Estimated Beginning Fund Balance - 10/01/22	 5,138,625
Proposed Revenues '23	5,091,346 a)
Proposed Expenditures '23	(4,063,445)
Recommended Requests (Recurring Expense)	(65,392)
Recommended Requests (One Time Uses and Equipment)	<u>(352,800)</u>
Estimated Ending Fund Balance 09/30/23	5,748,334 b)

a) Total includes sales tax revenue and revenue from the Recreation Center.

c) Policy requirement is 25% of budgeted sales tax revenue ($\$4,124,146 \times 25\% = \$1,031,037$).

FY 2023 Carry Forward Amounts by Department

Fund	Department	Amount	Fund	Department	Amount
100	City Secretary	4,800	133	Fire Development	101,784
100	IT	375,000			
100	Police	217,500	611	Utility Admin	312,678
100	Fire	717,602	611	Water	1,823,004
100	Emergency Communications	129,832	611	Wastewater	7,590
100	Streets	803,927	611	Total Utility Fund	2,143,272
100	Combined Services	52,380			
100	Library	120,000	413	Thoroughfare West Zone	24,246
100	Total General Fund	2,421,041	414	Thoroughfare East Zone	163,802
			415	County Funding	270,844
112	Brown House	56,000	447	2008 General Obligation	654,786
112	SRC	222,065	461	Fire Station Construction Fund	567,994
112	4B Parks	343,500	470	GFFB Community Investment	6,598,162
112	WRC	12,000	471	McMillen/Park/Ballard GO Bonds	1,200,000
112	Stonehaven House	120,000	473	Downtown Improvements GO Bonds	197,280
	Total 4B Sales Tax Fund	753,565	613	Impact Fees	168,243
			620	Sewer Repair/Replace	1,500,000
175	Public Arts	112,000		Total Capital Funds	11,345,357

Next Steps

July 26-29: official calculation of no new revenue tax rate & voter approval tax rate from the Tax Office

August 5: proposed budget filed with the City Secretary and available to the public

August 9: meeting to schedule public hearings for tax rate and budget
approve water/sewer rates

August 17: publication of required notices

August 23: public hearing on tax rate/adopt tax rate
public hearing on budget/adopt budget