



Wylie City Council

AGENDA REPORT

Department: Finance
Prepared By: Melissa Brown

Account Code: _____

Subject

Consider, and act upon, approval of the FY 2024-2025 4B Budget and authorize expenditures for the FY 2024-2025 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 2024-2025 budget year are \$6,214,492 which includes a 10% increase in sales tax revenue from FY 23-24. Some highlights for the proposed expenditures of \$8,730,050 include two new equipment operators, three part-time GSS positions transitioned to full time, playground shade at Founders Park, parking plans for Community Park and Founders Park, various playground replacements, vehicles, and equipment. A healthy fund balance of \$2,238,689 is projected and the fund balance policy requirement is 25% of budgeted sales tax revenue which is equal to \$1,247,554.

The 4B Debt Service Fund will make bond payments of principal and interest for FY 2024-2025 totaling \$390,775 which is supported by a transfer from the 4B Sales Tax Revenue Fund. After this payment, there will be no outstanding bond debt for the 4B Fund.