

Proposed Budget FY 2019 - 2020

Boerne City Council Meeting

August 13, 2019

Agenda

- Changes to FY 2019 -2020 Budget (Draft 3 to Draft 4)
- Discussion of tax rate
- Projected Fund Balances
- Budget Calendar

Changes to FY 2019 – 2020 Budget

- Changes from Draft 3 to Draft 4 - General Fund

	REVENUES	EXPENDITURES	
Sales tax increase estimate	\$348,408		
Historic District & Landmark ordinance revisions		\$60,000	
Drainage/Water Quality/LID ordinance revisions		\$45,000	
Entry corridor & street improvements		\$100,000	
John's Rd – drainage and repair		\$150,000	
Replace light tower on rescue truck		\$24,000	
EOC barricade repairs		\$20,000	Carryover from FY 2019
Code Enforcement software upgrade		\$35,000	Carryover from FY 2019
Interim City Attorney contract		\$30,000	

Changes to FY 2019 – 2020 Budget

- Changes from Draft 3 to Draft 4 - Other Funds

	REVENUES	EXPENDITURES	
PARK FUND			
Cibolo Nature Center delegate agency agreement		\$15,000	
LIBRARY FUND			
Summer reading program – received donation from BPLF in FY 2019 for FY 2020		\$10,000	
ELECTRIC FUND			
Interim City Attorney Contract		\$30,000	
WASTEWATER FUND			
UV upgrade at WWTP		\$300,000	Carryover from FY 2019

General Fund – Discretionary Funding Allocations – 1x Expenditures Using Fund Balance

• Transfer for sidewalk projects	\$ 500,000
• Transportation Plan	\$ 150,000
• UDC Phase II	\$ 51,900
• UDC design districts	\$ 30,000
• UDC attorney fees	\$ 20,000
• LID/drainage/water quality ordinance revisions	\$ 70,000
• Johns Rd drainage and repair	\$ 150,000
• Transfer for entry corridor and street improvements	<u>\$ 100,000</u>
	\$1,071,900

Potential General Fund Budget Additions

Police Officer	67,910
Part-time Fire Inspector	32,318
Additional police vehicle	45,000
Animal Shelter Tech	31,890
	<hr/>
	\$ 177,118

1 cent tax increase will increase revenues approximately \$189,000

TAX RATE

- Effective Tax Rate - \$0.4510
- If selected:
 - General Fund – Budgeted fund balance use with all proposed additions = \$1,422,915
 - % of Unreserved Fund Balance used for operations = 7%
 - Will also reduce revenues in Parks and Library funds by a total of \$142,338

TAX RATE

- Current Tax Rate - \$0.4720
- If selected:
 - General Fund – Budgeted fund balance use with all proposed additions = \$1,209,400
 - % of Unreserved Fund Balance used for operations = 3%

TAX RATE

- Proposed Tax Rate - \$0.4820
- If selected:
 - General Fund – Budgeted fund balance use with all proposed additions = \$1,020,400
 - % of Unreserved Fund Balance used for operations = 0%

Proposed Tax Rate - \$0.4820

- 1 cent increase adds \$189,000 per year
- Average City of Boerne tax payer impact is \$30 per year or \$2.50 per month if rate goes to \$0.4820
- BISD receiving state funding to lower rate by 7 cents = (\$17.50) per month
- Small increase provides insurance/hedge against future service cuts
- Current tax rate of \$0.4720 has remained the same since FY 2013

Fund Balances – General Government Funds

	GENERAL	HOTEL/MOTEL	PARKS	LIBRARY	CEMETERY	Total Gen.Govt. Funds
Fund Balance Less Restricted @ 9/30/18	\$ 11,265,954	\$ 463,103	\$ 1,730,343	\$ 415,546	\$ 375,651	\$ 14,250,597
Target Reserve	(6,532,593)	(177,045)	(541,352)	(379,826)	(28,710)	(7,659,526)
Unrestricted Fund Balance @ 9/30/18	\$ 4,733,361	\$ 286,058	\$ 1,188,991	\$ 35,720	\$ 346,941	\$ 6,591,071
PROJECTED FY 2019	248,091	(221,630)	121,989	16,221	122,966	287,637
PROJECTED Unreserved Fund Balance @ 9/30/19	\$4,981,452	\$64,428	\$1,310,980	\$51,941	\$469,907	\$6,878,708
PROJECTED FY 2020 Change in Fund Balance	(1,032,290)	0	0	(10,000)	0	(1,042,290)
PROJECTED Unrestricted & Unreserved Fund Balance @ 9/30/20	\$3,949,162	\$64,428	\$1,310,980	\$41,941	\$469,907	\$5,836,418

Fund Balances – Utility Funds

	ELECTRIC	WATER	WASTEWATER	GAS	TOTALS
Fund Balance Less Restricted @ 9/30/18	\$ 7,550,977	\$ 4,541,695	\$ 2,491,502	\$ 144,763	\$ 14,728,937
Target Reserve	(4,943,919)	(1,279,991)	(1,354,277)	(419,370)	\$ (7,997,557)
Unrestricted Fund Balance @ 9/30/18	\$ 2,607,058	\$ 3,261,704	\$ 1,137,225	\$ (274,607)	\$ 6,731,380
PROJECTED FY 2019 Change in Fund Balance	558,251	796,447	767,352	259,126	\$ 2,381,176
PROJECTED Unrestricted Fund Balance @ 9/30/19	\$3,165,309	\$4,058,151	\$1,904,577	(\$15,481)	\$9,112,556
PROJECTED FY 2020 Change in Fund Balance	0	0	(300,000)	0	(\$300,000)
PROJECTED Unrestricted & Unreserved Fund Balance @ 9/30/20	\$3,165,309	\$4,058,151	\$1,604,577	(\$15,481)	\$8,812,556

Budget calendar

- ✓ April 3 – Meeting with City Manager and Budget Committee to set goals and priorities
- ✓ April 22 – Department Budget Kickoff
- ✓ May 1 - 7 – Department Budget Meetings
- ✓ May 13 – Department Budget Requests Due
- ✓ May 28 – Budget Committee meets to review proposed Budget
- ✓ June 11 – City Council Budget Workshop
- ✓ June 12 - 21 – Meetings with individual City Council members
- ✓ June 18 – Budget Committee reviews preliminary budget
- ✓ June 25 – City Council Budget Workshop (tentative)
- ✓ July 9 – City Council Budget Workshop
- ✓ July 11 – Budget Committee reviews budget for final changes before City publishes notice of availability
- ✓ **July 23** – City Council Budget Workshop (tentative)
 - * Proposed Budget presented to City Council
 - * Proposed Budget filed with City Secretary
 - * **Council Vote to hold Public Hearings**
- ✓ July 25 – Certified Roll due from Appraisal District
- ✓ July 26 – Publish notice of Availability for Public Inspection
- ✓ Aug 2 – Publish Notice of Proposed Property Tax Rate
- ✓ **Aug 13 – Submit appraisal roll to Council.**
 - * **First Public Hearing on Tax Rate Increase (if necessary)**
 - * **Announce vote on Proposed Budget & Tax Rate will be held on September 10, 2019**
- ❖ **August 27 – Second Public Hearing on Tax Rate Increase (if necessary)**
 - * **Public Hearing on Proposed Budget**
 - * **First reading of ordinance to adopt the budget**
- ❖ **Sept 10 – Second Reading to adopt Budget**
 - * **Vote to ratify tax increase**
 - * **First (and only) Reading to adopt Tax Rate**
- ❖ Sept 13 – Notification of adopted budget availability for public inspection