FY-24 Proposed Budget

JESÚS A. GARZA
CITY MANAGER
FY 2024 Budget Story

- Economy / Reserves
- Balanced Budget
- Lower Property Tax Rate
- Compensation Pay Program
- Health Plan
- Financial Stability / Employee Benefits
- Capital Improvement Plan
- Capital Replacements
- Grant Programs
Fiscal Year 2024 Proposed Budget

FY 2024 Proposed $255.5M Expense Budget

COV Expense Budget @ June 2023, $248.6 M

Proposed Budget Increase, $6.95 M

- Bicentennial Program $0.217
- Compensation Study $0.100
- Stabilization Transfer $1.000
- Judge Pay $0.020
- PD’s Software Maint. $0.030
- BES-Bldg. Maint Chg. $(0.216)
- TML Insurance Premiums $0.183
- Dept’s TML Ins. Chg. $0.183

FY 2024 Proposed $249.3M Revenue Budget

COV Revenue Budget @ June 2023, $241.8 M

Proposed Budget Increase, $7.54 M

- Bicentennial Program $0.111
- Envir. Svcs. Refuse Fee $0.057
- Stabilization Transfer $1.000
- BES-Bldg. Maint. Fee $(0.216)
- Safety Fund TML Fee $0.183
- GF Tax Revenue (TR) $0.108
- Debt Service Revenue (TR) $0.482
- CIP - Bond Proceeds $5.685
- BES-VES Vehicle Fee $0.085
- Others $0.049

Proposed $6.95M Increase

Proposed $7.54M Increase
FY 24 COV Expense Budget: $255.5M

FY 24 COV Revenue Budget: $249.3M

Fund Balance / Working Capital $6.2M Funding Sources:

- Environ Serv Fund (Landfill Permit & Trucks)
- Other COV Funds (Stabilization Fund)
- Special Revenue Fund (+CDBG-MIT / -ARPA)
- General Fund (Onetime/CIP Program)
- Gov Construction Fund (CIP Program)
- Utility Fund (Onetime/CIP Program)
The General Fund provides/supports majority of the City's basic services.

Fiscal Year 2024 Proposed Budget

- General Fund: $59M
- Public Safety Services, $33.46, 56%
- Public Works Services, $6.31, 11%
- CIP Transfer, $4.61, 8%
- Property Tax, $19.44 M, 35%
- Transfers $3.36 M, 6%
- Other Rev. $4.7 M, 8%
  - M. C. Fees $600 K
  - Intergov. $2.8 M
  - Other Taxes $224 K
  - Interest $450 K
  - Misc. $631 K
- Permits/Serv. Fees, $4.06, 7%
- Sales Tax, $18.20 M, 33%
- Franchise Tax, $5.84, 11%
- Intergovernmental $2.8 M
- Other Funds
- Environ. Serv. Fund
- Health Fund
- Internal Serv. Funds
- Debt Service Funds
- Grant Funds
- Utility Fund
- General Fund
- Construction Funds

$255.5 Million Budget
City of Victoria
Revenue Budget

- GOVERNMENTAL FUNDS
- ENTERPRISE FUNDS
- INTERNAL SERVICE FUNDS
COV Revenue Budget

FY 2023 REVENUE: $167M
- Governmental Fd's 92.3% (55%)
- Enterprise Fd's 56.8% (34%)
- Internal Service Fd's 18.1% (11%)

FY 2024 REVENUE: $249M
- Governmental Fd's 181.8% (73%)
- Enterprise Fd's 49.9% (20%)
- Internal Service Fd's 17.7% (7%)

COV Revenue Budget - $82 Million Increase

- Other Revenue (Fire/EMS; VSTDC-ED; Bicentennial) $0.49
- Stabilization Fund Transfer $1.00
- Taxes (Property/Sales) $2.33
- CIP - Transfers $15.39
- Grants (TDEM-ASR, CDBG-MIT) $25.68
- CIP - Bonds $44.19
- Other Services Fees (Fuel) -$0.16
- Internal Serv Fees (1-Time Vehicles) -$0.32
- CIP - Intergov. (VSTDC/FEMA-ASR) -$6.46

Total Increase: $82 Million
A rolling average (R-12) is a metric that calculates trends over periods of time using a set of data. Specifically, it helps calculate trends when they might otherwise be difficult to detect.
Sales Tax Receipts History

- Sales Tax - Actual
- 12 per. Mov. Avg. (Sales Tax - Actual)

FY 2024 Budget

11
## Property Values

<table>
<thead>
<tr>
<th>APPRAISED VALUES</th>
<th>FY 2024</th>
<th>FY 2023</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2023 TAX ROLL</td>
<td>2022 TAX ROLL</td>
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<tr>
<td>Residential</td>
<td>$3,705,709,194</td>
<td>$3,249,955,276</td>
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<tr>
<td>Land (other than AG)</td>
<td>127,986,003</td>
<td>51,163,841</td>
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<tr>
<td>Commercial / Industrial</td>
<td>2,237,017,485</td>
<td>1,830,388,862</td>
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<tr>
<td>Agriculture/Farming</td>
<td>830,355</td>
<td>807,255</td>
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<tr>
<td>Special Inventory</td>
<td>63,204,951</td>
<td>60,863,770</td>
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<tr>
<td>Exempt Property</td>
<td>8,026,094</td>
<td>3,715,165</td>
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<tr>
<td><strong>Certified Tax Roll</strong></td>
<td><strong>$6,142,774,082</strong></td>
<td><strong>$5,196,894,169</strong></td>
</tr>
<tr>
<td>ARB Under Protest</td>
<td>241,183,215</td>
<td>191,499,361</td>
</tr>
<tr>
<td><strong>Frozen</strong></td>
<td><strong>( 977,163,626)</strong></td>
<td><strong>( 877,660,003)</strong></td>
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<tr>
<td>Net Taxable Appraised</td>
<td><strong>$5,406,793,671</strong></td>
<td><strong>$4,510,733,527</strong></td>
</tr>
<tr>
<td><strong>TIRZ Captured Value</strong></td>
<td><strong>$ 8,684,534</strong></td>
<td><strong>$ 3,218,759</strong></td>
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</tbody>
</table>
Property Values Trendline

**Net Taxable Appraised Values (NTAV)**

- FY 13: $3,100
- FY 14: $3,696
- FY 15: $3,737
- FY 16: $4,007
- FY 17: $5,407

**NTAV – Category Values**

- Residential
  - FY 13: $2,173
  - FY 14: $2,604
  - FY 15: $2,788
  - FY 16: $3,250
  - FY 17: $3,706

- Land
  - FY 13: $1,571
  - FY 14: $1,612
  - FY 15: $1,512
  - FY 16: $1,830
  - FY 17: $2,237

- Commercial/Industrial
  - FY 13: $1,820
  - FY 14: $2,015
  - FY 15: $2,255
  - FY 16: $2,704
  - FY 17: $3,139

- Agriculture/Farming
  - FY 13: $1,720
  - FY 14: $1,920
  - FY 15: $2,120
  - FY 16: $2,720
  - FY 17: $3,320

- Special Inventory
  - FY 13: $509
  - FY 14: $658
  - FY 15: $749
  - FY 16: $878
  - FY 17: $977

- Exempt Property
  - FY 13: $0
  - FY 14: $0
  - FY 15: $0
  - FY 16: $0
  - FY 17: $0

- ARB Under Protest
  - FY 13: $0
  - FY 14: $0
  - FY 15: $0
  - FY 16: $0
  - FY 17: $0

- Frozen
  - FY 13: $0
  - FY 14: $0
  - FY 15: $0
  - FY 16: $0
  - FY 17: $0

Percentage Changes:

- Residential: 11%, 13%, 45%, 63%
- Land: 11%, 13%, 45%, 63%
- Commercial/Industrial: 11%, 13%, 45%, 63%
- Agriculture/Farming: 11%, 13%, 45%, 63%
- Special Inventory: 11%, 13%, 45%, 63%
- Exempt Property: 11%, 13%, 45%, 63%
- ARB Under Protest: 11%, 13%, 45%, 63%
- Frozen: 11%, 13%, 45%, 63%
# Proposed Property Tax Rate

## Proposed: w/Bond Redemption

### Tax Rate Categories:

<table>
<thead>
<tr>
<th></th>
<th>TOTAL</th>
<th>M&amp;O</th>
<th>DEBT</th>
</tr>
</thead>
<tbody>
<tr>
<td>Proposed Tax Rate</td>
<td>$0.4898</td>
<td>$0.2995</td>
<td>$0.1903</td>
</tr>
<tr>
<td>Current Tax Rate</td>
<td>$0.5582</td>
<td>$0.3455</td>
<td>$0.2127</td>
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<tr>
<td>Increase / Decrease</td>
<td>($0.0684)</td>
<td>($0.0460)</td>
<td>($0.0224)</td>
</tr>
<tr>
<td>No-New-Revenue-Tax-Rate</td>
<td>$0.4648 [Proposed Tax Rate is 5.4% or $0.0250 higher than the NNRTR]</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Voter-Approval-Tax-Rate</td>
<td>$0.4898</td>
<td></td>
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### Carryover Tax Rate

<table>
<thead>
<tr>
<th></th>
<th>FY 2021</th>
<th>FY 2022</th>
<th>FY 2023</th>
<th>FY 2024</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unused Increment Tax Rate</td>
<td>$0.0093</td>
<td>$0.0092</td>
<td>$0.0013</td>
<td>$0.0000</td>
</tr>
</tbody>
</table>

- Total Property Tax Revenue Increase: $1.47M, 5.2% \( (GF = $783K) \)
- Revenue Assoc. to New Improvements: $227K \( (GF = $137K) \)
- Redemption Bond Program => $231K
- Balance Budget and Stable Fund Reserves
- FY 2024 Tax Rate Allocation: 61% M&O / 39% Debt
## Proposed Tax Rate Impact

<table>
<thead>
<tr>
<th>2022 Tax Roll Appraised Values</th>
<th>2023 Tax Roll w/Avg. 14% Value Increase</th>
<th>FY 2024 Estimated Annual Taxes @ 48.98¢</th>
<th>FY 2023 Estimated Annual Taxes @ 55.82¢</th>
<th>Annual Est. Tax Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>$ 50,000</td>
<td>$ 57,000</td>
<td>$ 279.19</td>
<td>$ 279.10</td>
<td>$0.09</td>
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<tr>
<td>$150,000</td>
<td>$171,000</td>
<td>$ 837.56</td>
<td>$ 837.30</td>
<td>$0.26</td>
</tr>
<tr>
<td>$200,000</td>
<td>$228,000</td>
<td>$1,116.74</td>
<td>$1,116.40</td>
<td>$0.34</td>
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<tr>
<td>$250,000</td>
<td>$285,000</td>
<td>$1,395.93</td>
<td>$1,395.50</td>
<td>$0.43</td>
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<tr>
<td>$300,000</td>
<td>$342,000</td>
<td>$1,675.12</td>
<td>$1,674.60</td>
<td>$0.52</td>
</tr>
</tbody>
</table>
Sales Tax Budget vs. Property Tax Budget

Fiscal Year | 01 | 02 | 03 | 04 | 05 | 06 | 07 | 08 | 09 | 10 | 11 | 12 | 13 | 14 | 15 | 16 | 17 | 18 | 19 | 20 | 21 | 22 | 23 | 24
Tax Rate | .7000 | .7000 | .7000 | .6900 | .6900 | .6900 | .5750 | .6500 | .6500 | .6450 | .6450 | .6056 | .5996 | .5840 | .5711 | .5892 | .5952 | .6224 | .6115 | .6115 | .5882 | .5582 | .4898

Sales Tax Budget and Property Tax Budget

- Sales Tax Budget
- Property Tax Budget

Millions

$19.4
$18.2
CIP Revenue Funding Variances

<table>
<thead>
<tr>
<th>CIP Funding Sources</th>
<th>CIP Transfers Variance</th>
<th>CIP Intergov. Variance</th>
<th>CIP Bonds Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Fund</td>
<td>($ 0.19)</td>
<td>$ -</td>
<td>$ -</td>
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<tr>
<td>Utility Fund</td>
<td>0.20</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>TXDOT Fund</td>
<td>( 2.34)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Grant Funds</td>
<td>18.04</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other Funds</td>
<td>( 0.32)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>VSTDC</td>
<td>-</td>
<td>( 1.60)</td>
<td>-</td>
</tr>
<tr>
<td>FEMA - ASR</td>
<td>-</td>
<td>( 4.90)</td>
<td>-</td>
</tr>
<tr>
<td>CO Bonds</td>
<td>-</td>
<td>-</td>
<td>56.52</td>
</tr>
<tr>
<td>Utility Revenue Bonds</td>
<td>-</td>
<td>-</td>
<td>( 12.33)</td>
</tr>
<tr>
<td>Total CIP Funding Variance</td>
<td>$15.39</td>
<td>($6.50)</td>
<td>$44.19</td>
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</table>

- **CIP – TRANSFERS: $15.4M**
- **INTERGOVERNMENTAL: ($6.5M)**
- **CIP – BONDS: $44.2M**
Grant Revenue Program Variance $25.68

FY 2023 Grant Revenue $1.93 Million

- CDBG-MIT Grant
- TDEM ASR Grant
- Other Grants
- ARPA Grant

FY 2024 Grant Revenue $27.61 Million

- CDBG-MIT Grant
- TDEM ASR Grant
- Other Grants
- ARPA Grant

- Lone Tree Acres Drainage: $3.9M
- Public Safety Building: $4.2M
- Water SCADA: $3.7M
- Un-Allocated: $7.7M
City of Victoria
Expense Budget

- GOVERNMENTAL FUNDS
- ENTERPRISE FUNDS
- INTERNAL SERVICES FUNDS
COV Expense Budget

FY 2023 EXPENSE: $183M
- Governmental Fd's: 105.1 (57%)
- Enterprise Fd's: 60.6 (33%)
- Internal Srv Fd's: 17.4 (10%)

FY 2024 EXPENSE: $255M
- Governmental Fd's: 184.3 (72%)
- Enterprise Fd's: 53.6 (21%)
- Internal Srv Fd's: 17.6 (7%)

COV Expense Budget Increase $72 Million

- CIP Program (PSB Project): $15.39
- CIP Transfers (w/Grant Transfers): $1.41
- Capital (Utility Fund): $1.14
- Personnel: $1.03
- Grant Program (w/o CIP Transfers): $1.00
- Transfer to Stabilization Fund: $0.71
- Other (Dental; TML; Fall-Fest; Bicenn; Facility Study): $0.44
- Supplies/Maintenance: $0.20
- VCAD: $0.13
- H.S.A. Program: $(0.24)
- Debt: $(0.28)
- Professional Services (1-Time): $(0.39)
- Fuel: $(5.0)

Total Increase: $51.85
## FY 2024 CIP Program Variance: $52M

<table>
<thead>
<tr>
<th>CIP Programs</th>
<th>FY 2023</th>
<th>FY 2024</th>
<th>Variance</th>
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</thead>
<tbody>
<tr>
<td>Residential Streets</td>
<td>$5.23</td>
<td>$22.62</td>
<td>$17.39</td>
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<tr>
<td>Residential / Drainage</td>
<td>4.29</td>
<td>4.29</td>
<td>-</td>
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<tr>
<td>Thoroughfare Streets</td>
<td>8.04</td>
<td>7.11</td>
<td>(0.93)</td>
</tr>
<tr>
<td>Utilities Design</td>
<td>-</td>
<td>0.43</td>
<td>0.43</td>
</tr>
<tr>
<td>Utilities Construction</td>
<td>12.09</td>
<td>-</td>
<td>(12.09)</td>
</tr>
<tr>
<td>Utilities</td>
<td>9.51</td>
<td>11.32</td>
<td>1.81</td>
</tr>
<tr>
<td>Parks &amp; Recreation</td>
<td>2.57</td>
<td>-</td>
<td>(2.57)</td>
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<tr>
<td>Streetlights</td>
<td>0.25</td>
<td>0.25</td>
<td>-</td>
</tr>
<tr>
<td>Public Safety Building</td>
<td>3.48</td>
<td>51.56</td>
<td>42.40</td>
</tr>
<tr>
<td>CIP Service Fee</td>
<td>0.28</td>
<td>-</td>
<td>(0.28)</td>
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<tr>
<td><strong>Total CIP Program:</strong></td>
<td>$45.74</td>
<td>$97.58</td>
<td>$51.85</td>
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</table>
### CIP Program 9 Year History

#### Proposed Budget

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<tr>
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</thead>
<tbody>
<tr>
<td>Residential</td>
<td>$5.76</td>
<td>$3.39</td>
<td>$3.45</td>
<td>$3.25</td>
<td>$4.71</td>
<td>$2.38</td>
<td>$11.24</td>
<td>$9.52</td>
<td>$26.91</td>
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<td>Thoroughfare</td>
<td>0.98</td>
<td>7.48</td>
<td>8.07</td>
<td>4.21</td>
<td>6.67</td>
<td>3.80</td>
<td>10.82</td>
<td>8.04</td>
<td>7.11</td>
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<td>Utilities</td>
<td>6.43</td>
<td>4.15</td>
<td>1.99</td>
<td>2.82</td>
<td>1.40</td>
<td>7.72</td>
<td>7.58</td>
<td>21.60</td>
<td>11.75</td>
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<td>Public Safety Bldg.</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>3.48</td>
<td>51.56</td>
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<tr>
<td>Other</td>
<td>1.82</td>
<td>0.75</td>
<td>0.50</td>
<td>1.64</td>
<td>1.05</td>
<td>3.78</td>
<td>4.73</td>
<td>2.82</td>
<td>0.25</td>
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<tr>
<td><strong>Sub-Total</strong></td>
<td><strong>$14.99</strong></td>
<td><strong>$15.77</strong></td>
<td><strong>$14.01</strong></td>
<td><strong>$11.91</strong></td>
<td><strong>$13.83</strong></td>
<td><strong>$17.68</strong></td>
<td><strong>$34.37</strong></td>
<td><strong>$45.45</strong></td>
<td><strong>$97.58</strong></td>
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<tr>
<td><strong>CIP Service Fee</strong></td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>0.28</td>
<td>-</td>
<td>0.28</td>
</tr>
<tr>
<td><strong>Total CIP</strong></td>
<td><strong>$14.99</strong></td>
<td><strong>$15.77</strong></td>
<td><strong>$14.01</strong></td>
<td><strong>$11.91</strong></td>
<td><strong>$13.83</strong></td>
<td><strong>$17.68</strong></td>
<td><strong>$34.37</strong></td>
<td><strong>$45.74</strong></td>
<td><strong>$97.58</strong></td>
</tr>
</tbody>
</table>
CIP Transfer Expense Variance $15 Million

**GENERAL FUND CIP TRANSFER HISTORY**

- FY 2020: $3.8
- FY 2021: $2.4
- FY 2022: $9.4
- FY 2023: $4.8
- FY 2024: $4.6

**CIP TRANSFERS**

- General Fund: $4.8
- Utility Fund: $4.6
- Txdot Fd.: $5.8
- Grants: $2.0
- Other Funds: $0.3

Variance > $15 M

H. Harvey $154K
CDBG-MIT $12M
TDEM $6M
ARPA $72K
Capital Variance $1.4 Million

**Governmental Funds**
- Fire – Med. Equipment
- Txdot – Fire Brush Truck
- Library – 2 HVAC Units
- Park – Duck Pond

Variance: $118,041

**Enterprise Funds**
- Utility WTP – Mach. & Equip.
- Utility WPT – Bldg. Improv.
- Utility WWTP – Equipment
- Utility – Copper Lead Prog.

Variance: $1,491,863

**Internal Serv. Funds**
- Print Shop – Equipment
- IT – Computer Equip.
- IT – Computer Software
- VES – Vehicle / Purchase

Variance: ($198,946)
**Pay Program History & Timeline**

**FY 21**
- **Phase I**
  - PD Step $189K
  - Fire Step $161K
- **$350K Budget Impact**

**FY 22**
- **Phase II**
  - PD Step $272K
  - Fire Step $240K
  - Gen Pop $1.2M
- **$1.7M Budget Impact**

**FY 23**
- **Phase III**
  - PD Step $298K
  - Fire Step $241K
  - Gen Pop $417K
- **$956K Budget Impact**

**FY 24**
- **Phase IV**
  - PD Step $100K
  - Fire Step $122K
  - Gen Pop $466K
- **$688K Budget Impact**

- Implementation of new PD and Fire Step structure, with step pay funded.
- Funded Step Plans for PD & Fire.
- Implemented New Salary Structure for General Population, moving all those below the new min salary level into the new salary ranges.
- Minimum to $13.00/hr.

- Funding Step Plans for PD & Fire.
- Reviewed General Population and focused on those at the min of the salary structure with years of service.
- Focused on those in the General Population that have not received an increase since FY21.
Personnel Cost Variance: $1.14 Million

Compensation Program Timeline

- **Phase I**
- **Phase II**
- **Phase III**
- **Phase IV**
- Compensation Study

General Fund

- ($75)
- $310
- $291
- $122
- $100

General Population: $486K

TMRS: $410K

Fire Step: $122K

PD Step: $100K

Baseline: $26K

Personnel Cost Variance: $1.14 Million

Thousands

- TMRS: $410K
- General Population: $486K
- Fire Step: $122K
- PD Step: $100K
- Baseline: $26K
Grant Expense Programs Variance $1 Million

(w/o CIP Grant Transfers)

FY 2023 Grant Expense $1.94 Million

- CDBG-MIT Grant
- TDEM ASR Grant
- Other Grants
- ARPA Grant

FY 2024 Grant Expense $2.97 Million

- CDBG-MIT Grant
- TDEM ASR Grant
- Other Grants
- ARPA Grant

Various Projects

$1.94

$0.0 $0.5 $1.0 $1.5 $2.0 $2.5

Millions

$2.97

$0.0 $1.0 $2.0 $3.0

Millions
Supplies & Maintenance Variance $436K

Governmental Funds Variance: $175,951
- Fuel – ($125K)
- Building Maint. – $136K
- Equip. Maint. – $150K
  - PD Dept
  - Fire Dept
- Other – $15K

Enterprise Funds Variance: $343,004
- Fuel – ($122K)
- Chemicals – $106K (UF)
- Building Main. – $74K
- Equip. Maint. – $455K (UF)
- Lift Station Maint. – ($183K)
- Other – $13K

Internal Serv. Funds Variance: ($82,970)
- Fuel – ($1K)
- Building Maint. – ($175K)
- Software Maint. – $193K
- Warehouse Inv. – ($100K)

Fuel:
- 2023 Budget => Avg. Crude Oil Spot Price (March 22 Thru June 22): $110.68
- 2024 Budget => Avg. Crude Oil Spot Price (March 23 Thru June 23): $76.58
### Debt Service Variance ($24K)

<table>
<thead>
<tr>
<th>(Millions) Bond Types</th>
<th>FY 2023 Debt Service</th>
<th>FY 2024 Debt Service</th>
<th>Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td>Required CO/GO Debt Service</td>
<td>$ 9.56</td>
<td>$ 6.72</td>
<td>($ 2.84)</td>
</tr>
<tr>
<td>CO Redemption Bond Program</td>
<td>0.50</td>
<td>0.23</td>
<td>( 0.27)</td>
</tr>
<tr>
<td>Sub-total - CO/GO Debt Service</td>
<td>$10.06</td>
<td>$ 6.95</td>
<td>($ 3.11)</td>
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<tr>
<td>New CO Bond Debt Service (CIP)</td>
<td>-</td>
<td>4.04</td>
<td>4.04</td>
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<tr>
<td><strong>Total CO/GO Debt Service</strong></td>
<td>$10.06</td>
<td>$10.99</td>
<td>$ 0.93</td>
</tr>
<tr>
<td><strong>Total Utility Debt Service</strong></td>
<td>6.26</td>
<td>5.09</td>
<td>( 1.17)</td>
</tr>
<tr>
<td><strong>Total Debt Service</strong></td>
<td>$16.32</td>
<td>$16.08</td>
<td>($0.24)</td>
</tr>
</tbody>
</table>

**Graphs:**
- **Current GO/CO Debt Service**
- **Current Utility Debt Service**
Other Budgetary Fund Highlights

- GENERAL FUND
- UTILITY FUND
- ENVIRON. SERV. FUND
- HEALTH PLAN FUND
- HOTEL TAX FUND
FY 2024
General Fund
Fund Balance
Analysis

<table>
<thead>
<tr>
<th>Revenue</th>
<th>Expense</th>
<th>Onetime</th>
<th>Min. Reserve</th>
</tr>
</thead>
<tbody>
<tr>
<td>$55.39 Millions</td>
<td>$54.08 Millions</td>
<td>$0.20</td>
<td>$14.8M</td>
</tr>
<tr>
<td>$5.28 Millions</td>
<td>$0.00 Millions</td>
<td>$21.00</td>
<td>$17.22</td>
</tr>
</tbody>
</table>

Beginning 10/23 Fund Balance: $21.00
Ending 9/24 Fund Balance: $17.22

Onetime Revenue: $0.20
Onetime Expense: $5.28
FY 2024 Utility Fund Working Capital Analysis

[Bar chart showing financial data for FY 2024 Utility Fund, including operating fund recurring, operating fund recurring, operating fund recurring, CIP program revenue, CIP program expense, ending 9/24 working capital, and minimum reserve.]
FY 2024
Environ. Services Fund
Working Capital Analysis
Health Plan Fund
Health Plan Fund Budget

FY 2023 Health Fund - $6.1M ( Millions)

- Employee Med Claims: $3.2
- Retiree Med Claims: $1.2
- Stop Loss Ins.: $0.70
- Admin. Fees: $0.39
- Dental Claims: $0.26
- OPEB Trust: $0.20
- Professional Services: $0.10
- Wellness; Life Insurance: $0.06

FY 2024 Health Fund - $6.5M ( Millions)

- Employee Med Claims: $3.5
- Retiree Med Claims: $1.2
- Stop Loss Ins.: $0.70
- Admin. Fees: $0.38
- Dental Claims: $0.32
- OPEB Trust: $0.20
- Professional Services: $0.13
- Wellness; Life Insurance: $0.10

Health Plan Fund Budget Increase $433K

- Wellness Program: $0.023
- Dental Claims: $0.060
- Health Savings Account: $0.126
- Medical/Rx Claims: $0.228

Other: ($0.004)
Health Plan Benefits History

**FY 20**
- Expense Budget Impact: $286,953 (a)
- Decrease Medical Monthly Premium:
  - $74.12 for HDHP 1 (a)
  - $27.78 for HDHP 2 (a)
- No dental premium increases.
- No plan design changes.

**FY 21**
- Expense Budget Impact: $57,900 (a)
- Increase City’s health premium by $1 million.
- No monthly premium increase for employees or retirees.
- No plan design changes.
- Added value:
  - BCBSTX Network
  - Offered Employer Paid Life Insurance (a)
  - Enh. Vision Benefit
  - Added Hospital Indem. as voluntary benefit
  - Improved EAP
  - Vitality Wellness (a)
  - MD Live (virtual)

**FY 22**
- Expense Budget Impact: $0
- No monthly premium increase for employees or retirees.
- No plan design changes.
- Added value:
  - First Responder Mental Health
  - Well@WORK programs

**FY 23**
- Expense Budget Impact: $419,000 (a)
- Decrease Medical Monthly Premium:
  - 80% reduction in employee only (a)
  - $50, $100, $150 for family tiers (a)
- No plan design changes.
- Added value:
  - Added Pet Insurance as a voluntary benefit

**FY 24**
- Expense Budget Impact: $186,000 (a)
- HSA Employer Contribution of $250/EE (a)
- Enhanced Dental Plan by increasing Ortho and Lifetime Max levels (a)
- Further reductions to employee premiums are being considered and still TBD – estimated cost to the City $75K. (a)
- No plan design changes
Health Plan Fund Financial Status

![Graph showing the financial status of the Health Plan Fund from FY 2014 to FY 2024.](image)

- **Medical, Rx, & Dental Premium Revenue**
- **Medical, Rx & Dental Claim Cost**
- **Non-Medical & Rx Revenue**
- **Non-Medical & Rx Expense**
- **Contractual Services**
- **Ending WC Balance**

Projected / 11 Months Reserve: $5.69

Ending WC Balance: $1.5

Projected for $5.31
Hotel Tax Fund
**Hotel Tax Fund Budget**

**FY 2023**
- $2.27M Budget
- CVB Transfer, $0.761
- Community Cntr Transfer, $0.450
- Main Street Transfer, $0.348
- Contractual Services, $0.255
- Capital, $0.200
- Zoo Program, $0.100
- CIP Transfer, $0.070
- Tournament Program, $0.064
- Personnel, $0.027

**FY 2024**
- $2.24M Budget
- CVB Transfer, $0.650
- Community Cntr Transfer, $0.450
- Main Street Transfer, $0.293
- Contractual Services, $0.230
- Bicentennial Program, $0.217
- Capital, $0.171
- Zoo Program, $0.100
- Tournament Program, $0.080
- Personnel, $0.052

**Hotel Tax Expense Budget Decrease $33K Decrease**

- Tournament Program: $0.217
- Personnel: $0.025
- Bicentennial Expense Program: $0.070
- Contractual Services (Underpass Paint Project): $0.056
- Capital: $0.030
- Main Street Transfer: $0.025
- CIP Transfer: $0.100
- CVB Transfer: $0.150
Hotel Tax Fund Revenue Budget Increase $221K

- $111 Bicentennial Revenue Program
- $85 Hotel Tax
- $25 Interest Income
Hotel Tax Receipts

Fiscal Year 2024 Hotel Tax 7¢ Allocation

- CVB Program, $0.0203, 29%
- Administration Services, $0.0023, 3%
- Bicentennial Program, $0.0068, 10%
- Sport Programs, $0.0048, 7%
- Community Center Bldg. Program, $0.0140, 20%
- Tournaments & Community Center Facility Study
- Zoo Program, $0.0031, 4%
- Outside Agenda Programs, $0.0042, 6%
- Deleon Plaza Program, $0.0033, 8%
- Main Street Program, $0.0091, 13%

City’s Allocation $0.07, 54%
State’s Allocation $0.06, 46%

<table>
<thead>
<tr>
<th>FISCAL YEAR</th>
<th>MOTEL TAX</th>
<th>$ VARIANCE</th>
<th>% VARIANCE</th>
</tr>
</thead>
<tbody>
<tr>
<td>2017 Actual</td>
<td>$1,484,572</td>
<td>$118,620</td>
<td>9%</td>
</tr>
<tr>
<td>2018 Actual</td>
<td>$1,941,021</td>
<td>$456,449</td>
<td>31%</td>
</tr>
<tr>
<td>2019 Actual</td>
<td>$1,928,884</td>
<td>($12,137)</td>
<td>-1%</td>
</tr>
<tr>
<td>2020 Actual</td>
<td>$1,504,505</td>
<td>($424,379)</td>
<td>-22%</td>
</tr>
<tr>
<td>2021 Actual</td>
<td>$1,778,022</td>
<td>$273,517</td>
<td>18%</td>
</tr>
<tr>
<td>2022 Actual</td>
<td>$1,884,608</td>
<td>$106,586</td>
<td>6%</td>
</tr>
<tr>
<td>2023 Est.</td>
<td>$1,884,000</td>
<td>($608)</td>
<td>-0.03%</td>
</tr>
<tr>
<td>2023 Budget</td>
<td>$1,815,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2024 Budget</td>
<td>$1,900,000</td>
<td>$85,000</td>
<td>4.6%</td>
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FY 2024 and Beyond

- Evaluate Economy / Reserves
- Plan/Implement Economic Dev. Prog.
- Evaluate Compensation Pay Program
- Health Plan
- Financial Stability / Employee Benefits
- 2035 Comprehensive Plan Implementation
- Plan/Implement Capital Improvement Plan
Budget Process Timeline

Aug. 1, 2023
- Regular Council
  - Deliver Budget
  - Deliver Certified Tax Roll

Aug. 15, 2023
- Regular Council
  - Budget Work Session

Aug. 29, 2023
- Special Meeting
  - 1st Budget Public Hearing
  - 1st Vote on Budget Ordinance
  - 1st Tax Rate Public Hearing
  - 1st Vote on Tax Rate Ordinance

Sept. 5, 2023
- Regular Council
  - Budget Public Hearing
  - Final Vote on Budget Ordinance
  - Tax Rate Public Hearing
  - Ratify Tax Rate
  - Final Vote on Tax Rate

Oct. 1, 2023
- Budget becomes Effective