

# City Manager's Proposed FY 2023-24 Budget

Presented to the City Council on July 29, 2023

FY 2023-24 Budget Work Session #3



# Presentation Overview

1. Key Budget Initiatives and Focus Areas
2. Preliminary Proposed Fund Financials For FY 2023-2024
3. Proposed CIP Spending Plan
4. Preliminary Recommendations for Supplemental Requests
5. Next Steps

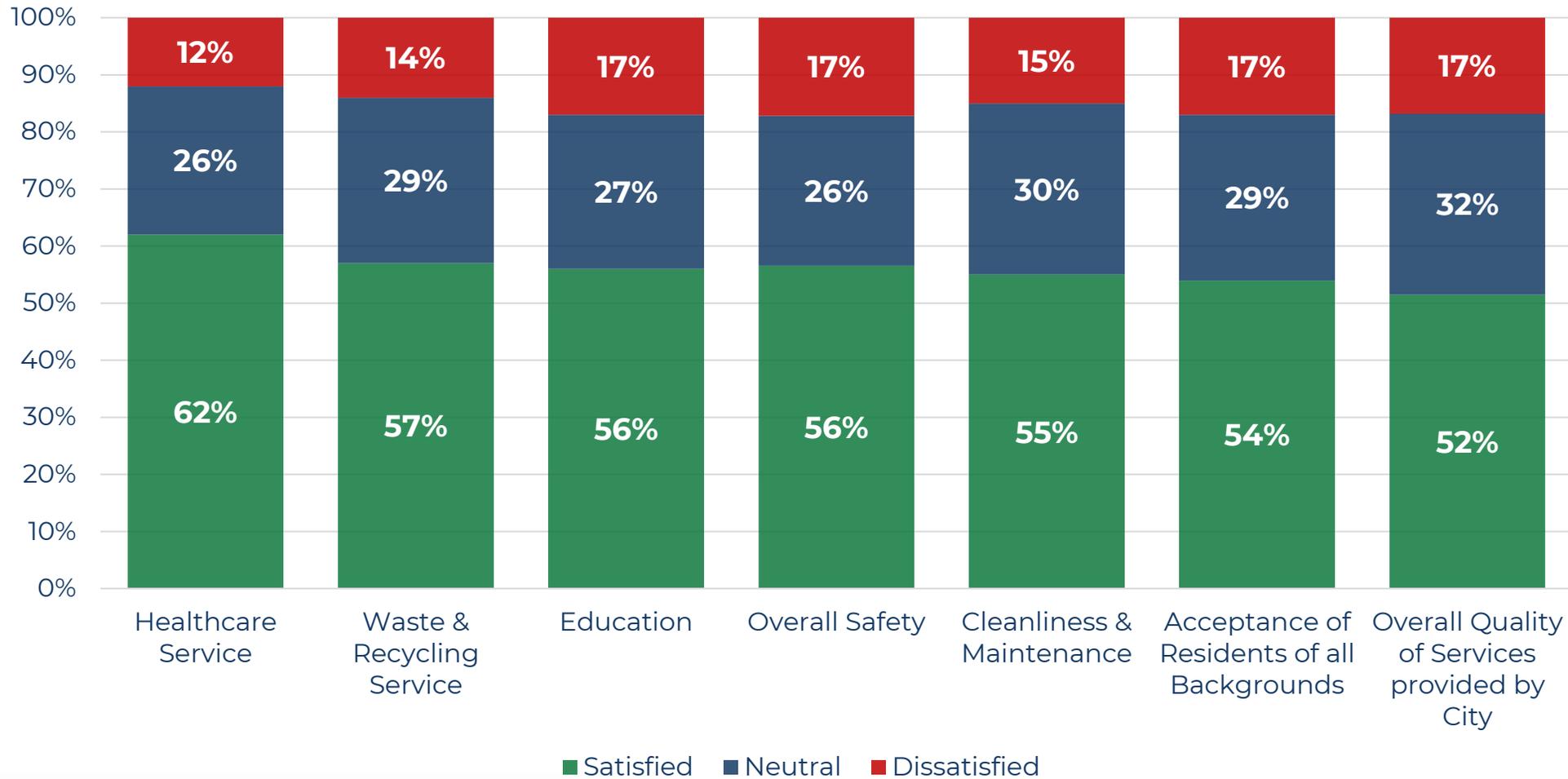
# Key Budget Initiatives and Focus Areas

# Transparent & Citizen Focused Process



FY 2023-24 Budget Work Session #3

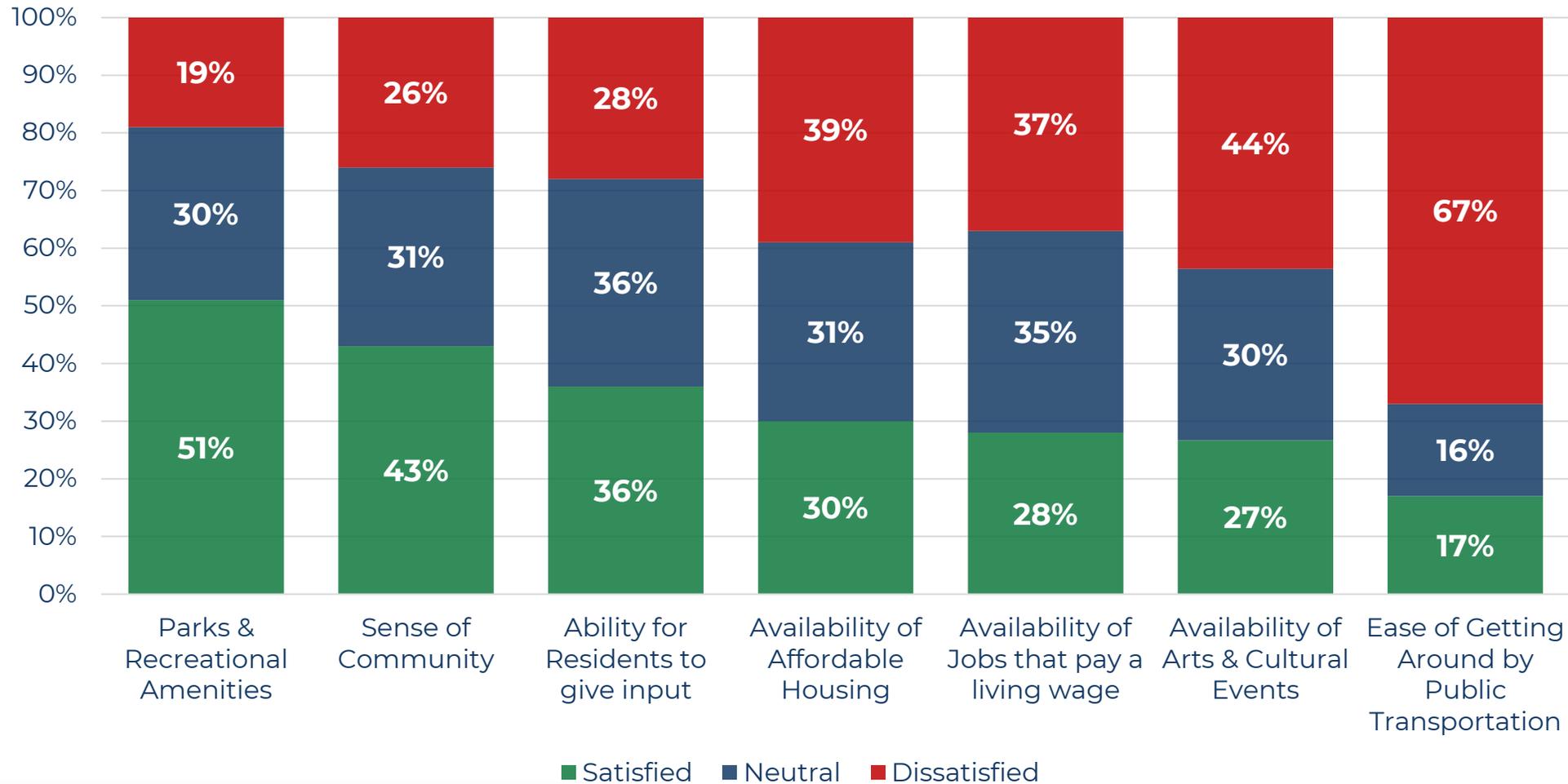
# Community Survey Results



**435  
Residents  
Responded  
in Q1**

Satisfaction  
with Life in  
Kyle

# Community Survey Results



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# Budget Focus Areas

**Increased Community  
Engagement**

**Economic  
Development & Small  
Business Retention**

**Enhanced Public  
Safety**

**Market-Based  
Employee  
Compensation,  
Benefits Program**

**Increased Street  
Maintenance &  
Rehabilitation**

**Organizational  
Excellence**

**Strategic Planning**

# Increased Community Engagement

- **Expand physical forms of communication to get information to all residents in all formats:**
  - **Quarterly Mailers to all Residents:** \$75,000 Annual
  - **Increased Advertising Budget:** Increase advertising budget for regular city events by \$15,000 to better support promotion of regular city programs/resources in print advertisement and other forms of physical communication.
- **Add Audio & Film Production Specialist Position & Increase Equipment Budget:**
  - **Audio & Film Production Specialist Position:** Add another position to livestream meetings, create promotional videos, capture city events & produce high quality video content.
  - **Increase Equipment Budget:** Increase the Audio & Video Equipment Budget to \$31,686 to make investments that will improve the cinematic quality of our videos.

# Focused Economic Development & Small Business Retention

- Promote Mixed-Use Developments that provide a diversity of housing options and price points.
- Seek opportunities to partner with major employers to increase wages in the community.
- Develop incentive framework for strategic corridors:
  - Create Infrastructure Plan for development of retail centers and grocery stores on the east side of the city.
    - The FY 23-24 Proposed Budget includes \$2.0 million to begin the design of the Goforth Roadway from FM 150 to the Limestone Creek Development. Additionally, the proposed budget includes \$2.0 Million for the design of the extension of water and wastewater infrastructure to this location.
- Complete Downtown Master Plan:
  - Downtown CIP: \$10,500,000/ Downtown Façade Grant: \$75,000
- Small Business Retention and Development:
  - Small Business Support Program: \$50,000
  - Permit Fee Waivers for Small Businesses: \$100,000
- Create Strategic Plan for Economic Development: \$150,000

# Enhanced Public Safety - Personnel

## Operations

Staff to meet service demands for the community, including:

- 1 Narcotics Investigator
- 1 Recruiting/Background Investigator
- 1 Mental Health Officer

## Support Services

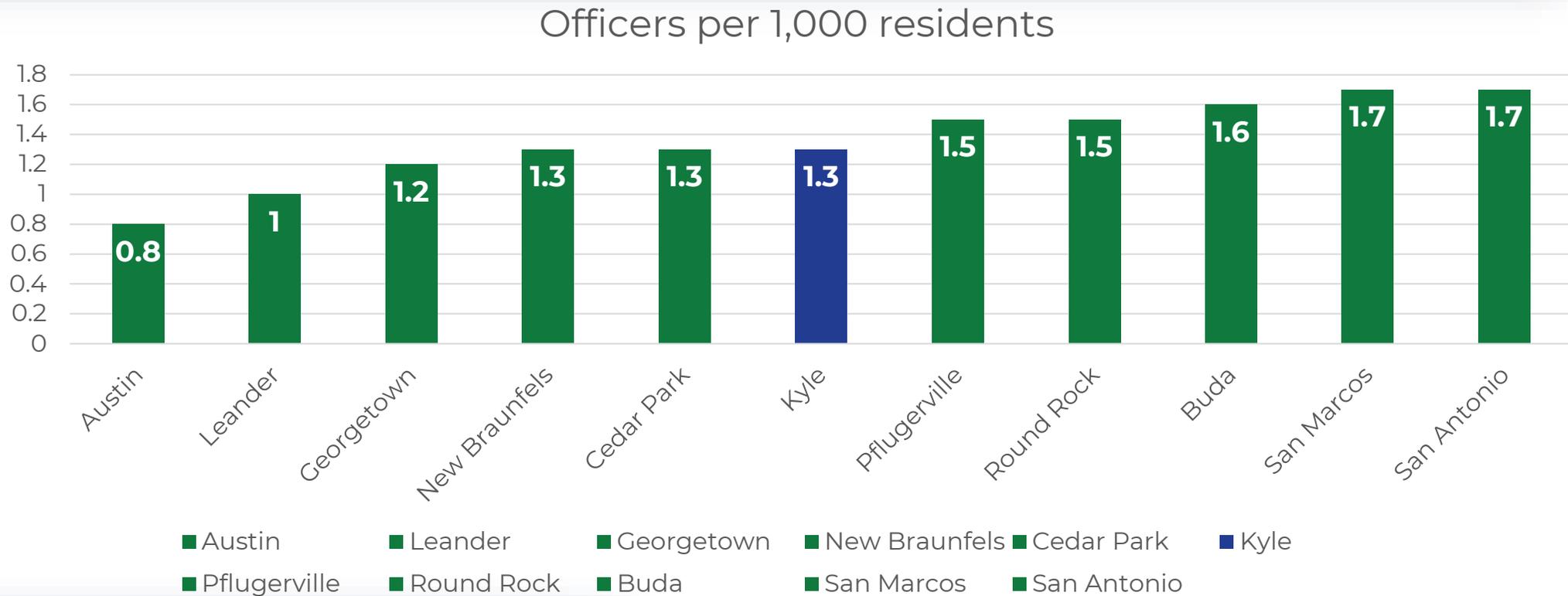
Staff to assist operations staff in performing their duties, including:

- 1 Fleet/Facility Coordinator
- 1 Quartermaster
- 1 Administrative Assistant/HR Specialist

## Staffing Study

- Police Staffing Study - \$100,000
- Police Staffing Study Implementation - \$250,000

# Enhanced Public Safety - Personnel



# Enhanced Public Safety – Equipment & Technology

- Investigative equipment and technology to support operations and support staff performing their duties:
  - Replace outdated computers (\$20,800), radios (\$171,000) and cell phones for authorized staff (\$15,000).
  - Replace and add bullet resistant vests for expiring vests and new staff (\$60,000).
  - SWAT equipment as part of regional team, shared costs (\$50,000).
  - Software and hardware – supports investigative and administrative duties as well and traffic enforcement operations. (Approximately \$160,000).
  - Axon Premium Services for body cameras (\$93,412).

# Market-Based Employee Compensation, Benefits Program

## Employee Compensation

- Competitive compensation philosophy
- Peer comparisons and job benchmarks
- New salary guide structure with paygrades of job families/job groups
- Other compensation pay or incentive(s) to assist in recruiting

## 10 Peer Cities to Target in the Corridor

Austin  
Buda  
Cedar Park  
Georgetown  
Leander  
New Braunfels  
Pflugerville  
Round Rock  
San Antonio  
San Marcos

Recruiting of qualified and talented candidates to provide Gold Standard service and expertise to our citizens.

## Increase Career Progression Opportunities

Offer career progression opportunities within job families.

Be Employer of Choice by offering:

- Great Pay
- Great Benefits
- Great Culture
- Great Projects

# Market-Based Employee Compensation, Benefits Program

- 6% Merit Increases - \$1,064,300 (All Funds)
- Police Step Increase Year 2 - \$245,422 per meet and confer contract
- 457 Deferred Compensation Plan Review - \$25,000
- Equity-Based Adjustments - \$400,000
- Employee Compensation Study - \$75,000
- Review Health Insurance Plan to determine if self-funding approach is feasible.

# Market-Based Employee Compensation, Benefits Program

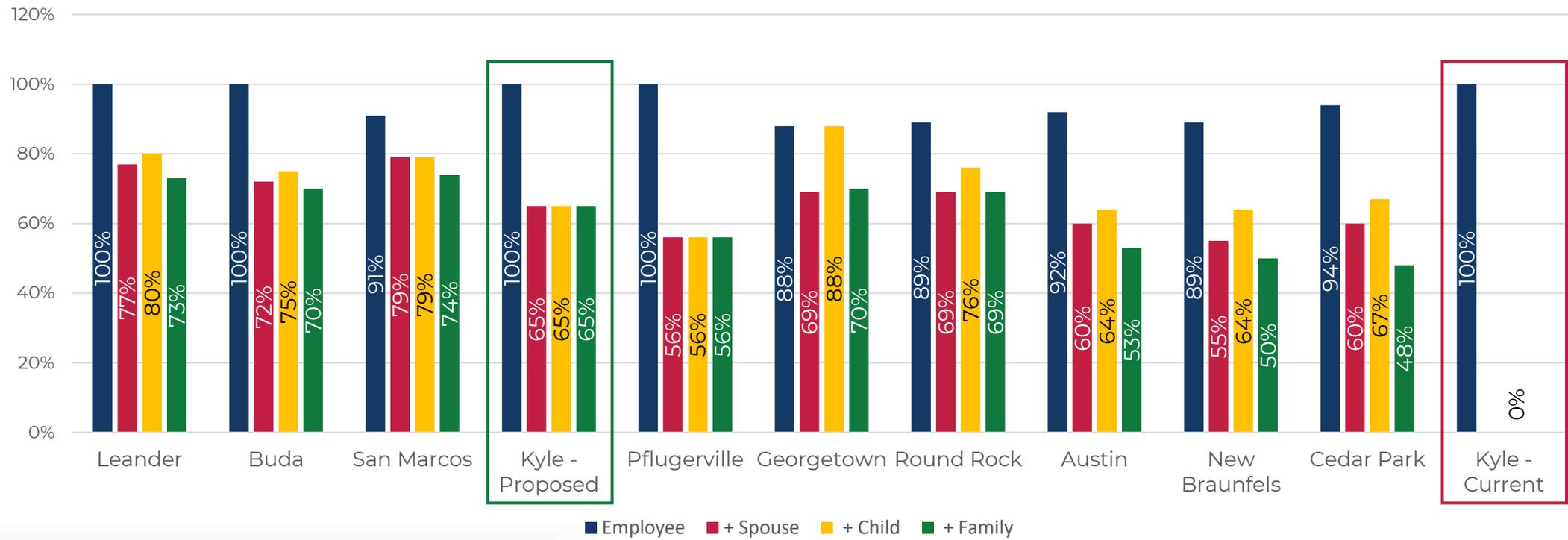
Employee Contributions – Current	Full-Time EEs	Total Monthly Premium	City Contribution	Employee Contribution (\$)	City Contribution (%)
Kyle					
Employee	286	\$707.40	\$707.40	\$0.00	100%
+ Spouse	6	\$1,436.91	\$0.00	\$729.51	0%
+ Child	51	\$1,226.26	\$0.00	\$518.86	0%
+ Family	7	\$1,852.30	\$0.00	\$1,144.90	0%

Employee Contributions - Proposed	Full-Time EEs	Total Monthly Premium	City Contribution	Employee Contribution (\$)	City Contribution (%)
Kyle					
Employee	286	\$707.40	\$707.40	\$0.00	100%
+ Spouse	18	\$729.51	\$474.18	\$255.33	65%
+ Child	77	\$518.86	\$337.26	\$181.60	65%
+ Family	21	\$1,144.90	\$744.19	\$400.72	65%

The proposed budget includes approximately \$600,000 for increasing the city's contribution for dependent coverage to 65% of the premium amount.

# Market-Based Employee Compensation, Benefits Program

City Contribution % Toward Medical Premiums



# Increased Street Maintenance & Rehabilitation

- **Reconstruction:** Adding \$2.3 Million for reconstruction of roadways for Goforth and Heidenreich.
- **Maintenance:** Increasing Street Maintenance from \$750,000 in FY2022-23 to \$1,000,000 per year starting in FY2023-24.
  - Planned roadways include: Ranger Dr., Amberwood, Star Of Texas Dr., Gregg Rd., Bunton Ln., E. Post Rd., Opal Ln., Roland Ln., Ashwood S., Prairie Verbena, Dandelion Loop, Old Stagecoach Rd., and Main St.

# Increased Street Maintenance & Rehabilitation

## Full Depth Repair 12" Black Base and 2" Surface

LOCATION	FROM	TO	LANE MILES	COST
Goforth Rd.*	Bunton Creek Rd.	Bebee Rd.	2.27	\$1,128,300
Heidenreich Ln.*	RR 150	City Limits	1.31	\$1,178,800
Ranger	Gregg Rd.	W. Center St.	0.37	\$190,180
Amberwood N.	I-35 NB Frontage	Amberwood Loop	0.40	\$210,900
Star Of Texas Dr.	N. Burleson St.	Salado Dr.	0.29	\$151,256
		<b>TOTAL</b>	<b>4.64</b>	<b>\$2,859,436</b>

\* Priority

# Increased Street Maintenance & Rehabilitation

## Chip Seal

LOCATION	FROM	TO	LANE MILES	COST
Gregg Rd.	Ranger Dr.	Veterans Dr.	0.78	\$11,000
Bunton Ln.	Goforth Rd.	City Limits	2.01	\$28,270
E. Post Rd.	I-35 NB Frontage	CR 158	1.95	\$27,400
Opal Ln.	Old Stagecoach Rd.	I-35 SB Frontage	2.33	\$32,794
Roland Ln.	731 Roland Ln.	Old Stagecoach Rd.	1.81	\$25,440
		<b>TOTAL</b>	<b>8.87</b>	<b>\$124,904</b>

# Increased Street Maintenance & Rehabilitation

## 2" Mill and Overlay

LOCATION	FROM	TO	LANE MILES	COST
Amberwood S.	I-35 NB Frontage	Amberwood Loop	0.41	\$30,888
Ashwood S.	Amber Ash Dr.	Amberwood Loop	0.31	\$23,328
Prairie Verbena	Dandelion Loop	Amberwood Loop	0.49	\$37,476
Amberwood Loop	Dacy Ln.	Dandelion Loop	1.31	\$99,900
Dandelion Loop	Indian Paintbrush Dr.	Amberwood Loop	0.50	\$38,340
Old Stagecoach Rd.	Conestoga	W. Center St.	0.71	\$54,000
Main St.	W. Center St.	North St.	0.40	\$30,780
		<b>Total</b>	<b>4.14</b>	<b>\$314,712</b>

# Increased Street Maintenance & Rehabilitation

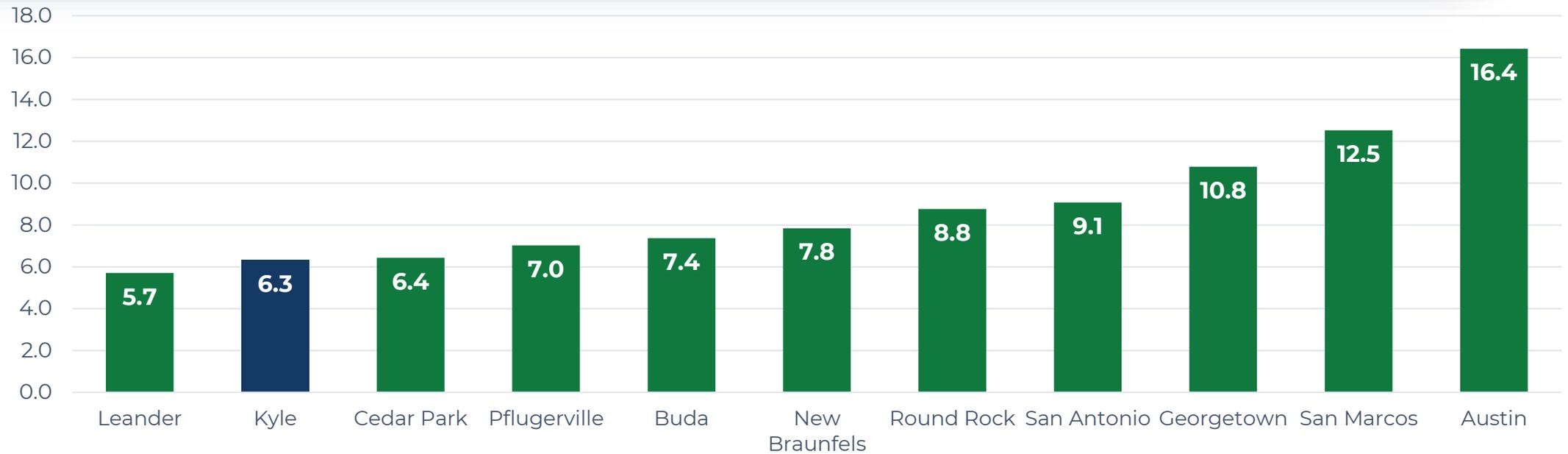
## Total Cost for All Projects

PROJECT TYPE	LANE MILES	COST
Full Depth Repair	4.64	\$2,859,436
Chip Seal	8.87	\$124,904
2" Mill and Overlay	4.14	\$314,712
<b>Total</b>	<b>17.65</b>	<b>\$3,299,052</b>

# Organizational Excellence

- Eliminate 3 Vacant Positions, saving \$460,300:
  - Assistant City Manager = \$240,900
  - Management Analyst = \$106,900
  - Facilities Manager = \$112,500
- Add Chief Development Officer position to oversee building inspections, planning, and related development matters (\$195,000).
- Establish Purchasing & Contract Compliance Work Unit that will enhance our oversight and increase contract compliance:
  - Ensure Compliance with City's Purchasing Policy and State Statutes Governing Procurement
  - Safeguard City's Interests in Attaining Best Value When Procuring Goods and Services for the City
  - Monitor Annual Contracts for Goods and Services
  - Manage and Track Purchase Orders Issued by the City
  - Proposed FY 2023-24 Budget Includes 2 Full-Time Positions (\$235,900)
- Proposed Budget also includes the addition of an in-house City Attorney position to assist in managing an increasingly complex organization.

# Organizational Excellence



Employee per 1,000 Residents

# Strategic Planning

- Work with outside facilitator to conduct strategic planning retreat with City Council - \$25,000
- Develop City-wide Strategic Plan to guide decision making.
  - Integrate the city's various master plans to ensure efficient and effective implementation of the plans.
  - Develop plans for future staffing, facilities, and equipment to keep pace with growth in population and development and ensure "Gold Standard" service delivery to residents, businesses and visitors.
  - Build a vision for adding amenities, services, attractions, and entertainment options within the city.
  - Develop performance metrics and criteria designed to measure and track stated goals and formulate plans for future growth.

# Long-Term Budget Focus

Budget developed using five-year financial plans for each of the major funds

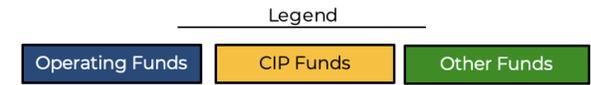
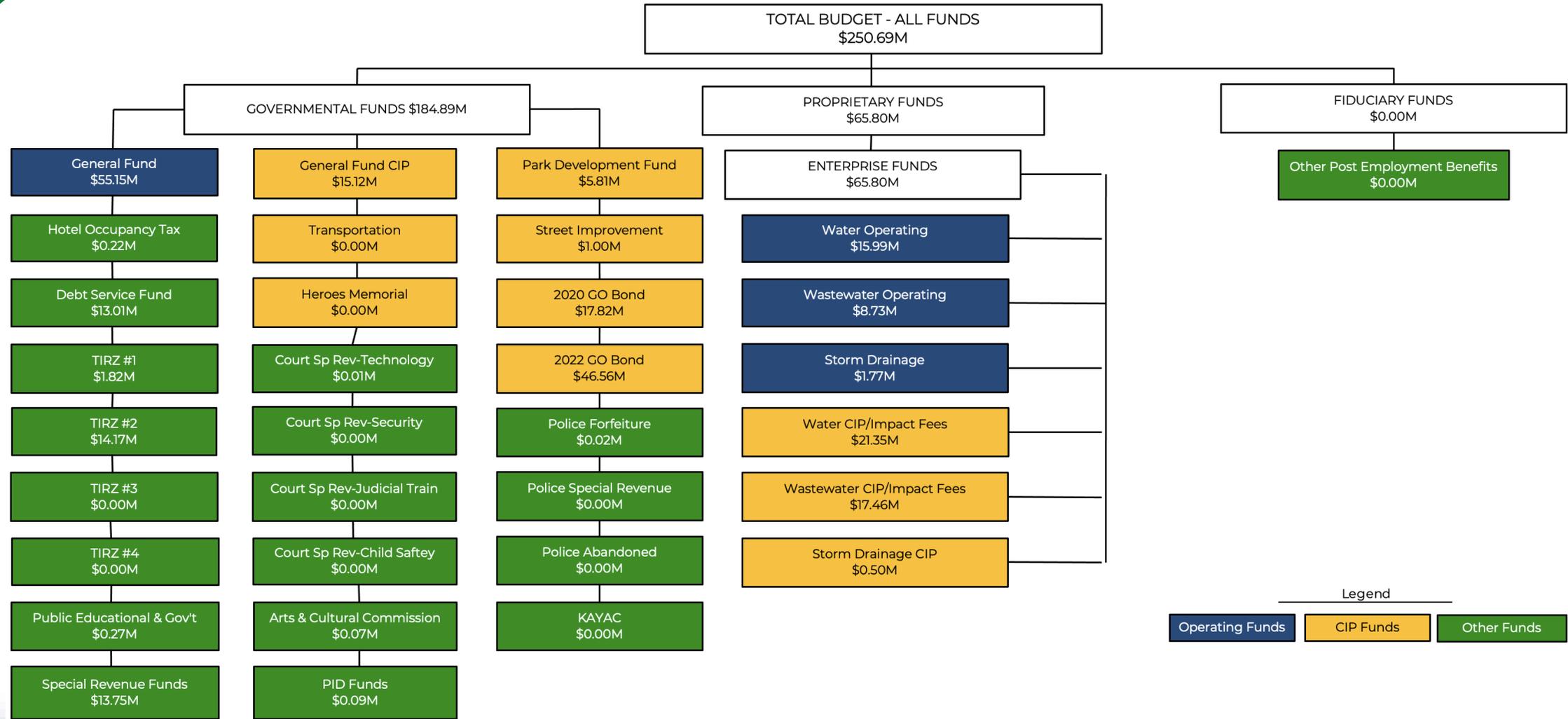
Focused on balance recurring revenues with recurring expenses

Costs are not incurred until sustainable revenue stream is identified to support cost going forward

Approach allows policymakers to understand future impact of decisions made today

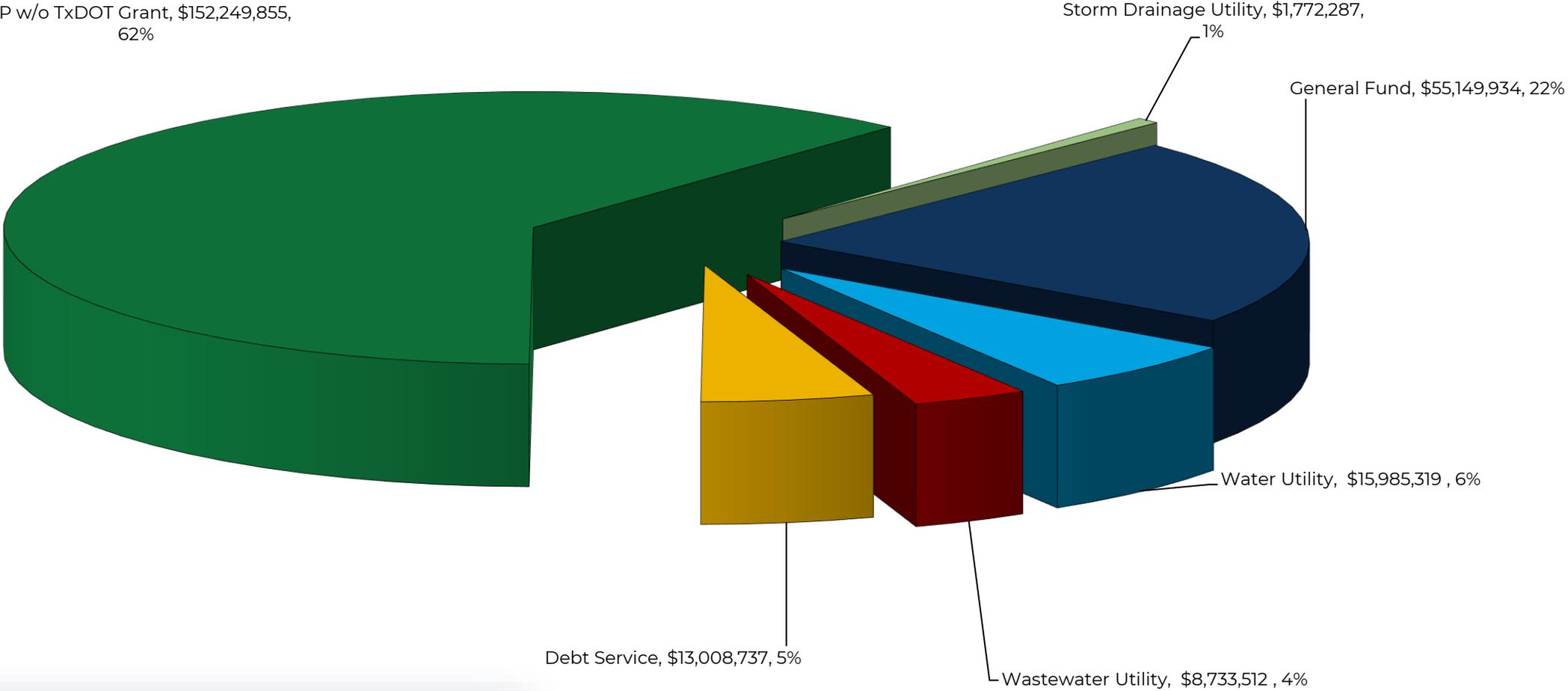
# Proposed Fund Financials For Fiscal Year 2023-2024

# CITY'S FUND STRUCTURE



# ALL CITY FUNDS PROPOSED BUDGET FISCAL YEAR 2023-2024 \$250,690,888

CIP w/o TxDOT Grant, \$152,249,855,  
62%



# BUDGET HIGHLIGHTS - ALL CITY FUNDS

## PROPOSED BUDGET FISCAL YEAR 2023-2024

### **Overall for All City Funds:**

- \$250.7 million total proposed budget for all City Funds
- \$176.6 million in planned CIP spending in Fiscal Year 2024
- 33.0 new positions proposed for a total of 390.0 (net) positions
- \$0.4693 per \$100/AV proposed property tax rate for 2023-2024
  - Same rate as Voter-Approval tax rate of \$0.4693 per \$100/AV for 2023-2024
  - Certified tax rates calculated by Hays County Tax Assessor-Collector
  - Current tax rate = \$0.5082 per \$100/AV
- No increase in water service rates
- No increase in wastewater service rates
- No increase in storm drainage fees
- 2.52% increase in solid waste service rates per contract terms with TDS
- 8 new fees proposed for various services

# Significant Changes - Major Funds Proposed Budget Fiscal Year 2023-2024

## **Revenues:**

- \$2.4 million increase in property tax revenue (M&O) at 15% growth
- \$1.2 million increase in sales tax revenue at 10.2 % growth
- \$1.8 million increase in development revenues at 9% growth
- \$1.0 million increase in water service revenues at 6% growth
- \$0.67 million increase in wastewater service revenues at 6% growth
- \$0.12 million increase in storm drainage fees at 6% growth
- \$3.6 million increase in interest income and other miscellaneous revenue

# Significant Changes - Major Operating Funds Proposed Budget Fiscal Year 2023-2024

## **Expenditures:**

- \$10.2 million or 15.1% increase in total expenditures in 4 major operating Funds
  - \$5.8 million or 16.9% in personnel expenditure category
  - \$2.9 million or 11.0% increase in contractual expenditure category
  - \$0.7 million or 17.9% increase in commodity expenditure category
  - \$0.8 million or 60.9% increase in non-CIP capital expenditure category (equipment, machinery)
- Expenditure increase by 4 Major Operating Funds
  - \$8.9 million in General Fund
  - \$0.6 million in Water Utility Fund
  - \$0.3 million in Wastewater Utility Fund
  - \$0.4 million in Storm Drainage Utility Fund
  - \$10.2 million increase in total expenditures for 4 major Funds

# BUDGET HIGHLIGHTS – 33 NEW POSITIONS PROPOSED BUDGET FISCAL YEAR 2023-2024

Department	Position Title	FTE	Budget Amount	Funding Source
Building Inspection	Chief Development Officer	1.0	\$199,745	General Fund
City Manager	City Attorney	1.0	\$290,951	General Fund
City Manager	Grants Administrator	1.0	\$119,483	General Fund
City Secretary	Administrative Assistant	1.0	\$67,517	General Fund
Communications	Audio & Film Specialist	1.0	\$63,155	General Fund
Engineering	Engineer-in-Training	1.0	\$93,381	Water/Wastewater Utility Fund
Engineering	Storm Drainage Inspector	1.0	\$99,864	Storm Drainage Utility Fund
Beautification	Beautification Technicians	3.0	\$199,750	General Fund
Facilities Maintenance	Building Maintenance Technicians	2.0	\$107,629	General Fund
Financial Services	Purchasing Manager	1.0	\$125,565	General Fund
	Continued.....			

# BUDGET HIGHLIGHTS – 33 NEW POSITIONS PROPOSED BUDGET FISCAL YEAR 2023-2024

Department	Position Title	FTE	Budget Amount	Funding Source
Financial Services	Purchasing Technician	1.0	\$98,202	General Fund
Financial Services	City Controller	1.0	\$179,162	General Fund
Library	Outreach Children’s Librarian	1.0	\$74,841	General Fund
Parks	Assistant Director of Parks & Recreation	1.0	\$143,805	General Fund
Parks	Certified Therapeutic Recreation Specialist	1.0	\$75,704	General Fund
Parks	Recreation Programmer - Athletics	1.0	\$75,704	General Fund
Parks	Pool Maintenance Technician	1.0	\$65,464	General Fund
Parks	Parks Maintenance Technician	3.0	\$189,094	General Fund
Parks	Parks Maintenance Crew Leader	1.0	\$70,232	General Fund
	Continued....			

# BUDGET HIGHLIGHTS – 33 NEW POSITIONS PROPOSED BUDGET FISCAL YEAR 2023-2024

Department	Position Title	FTE	Budget Amount	Funding Source
Police	Narcotics Investigator	1.0	\$88,992	General Fund
Police	Administrative Assistant – HR Specialist	1.0	\$74,386	General Fund
Police	Mental Health Officer	1.0	\$88,992	General Fund
Police	Equipment Manager – Quarter Master	1.0	\$79,698	General Fund
Police	Facility/Fleet Coordinator	1.0	\$79,698	General Fund
Police	Recruiting/Background Investigator	1.0	\$88,992	General Fund
Public Works	Instrumentation Technician	1.0	\$85,430	Water/Wastewater Utility Fund
Public Works	Water Production Operator	1.0	\$92,727	Water Utility Fund
Public Works	Wastewater Plant Operator	1.0	\$92,727	Wastewater Utility Fund
	TOTAL:	33.0	\$3,110,890	

# BUDGET HIGHLIGHTS – NEW EQUIPMENT/OTHER PROPOSED BUDGET FISCAL YEAR 2023-2024

Department/Division	Budget Amount	Funding Source
Emergency Management	\$122,878	General Fund
Planning	\$7,000	General Fund
Parks & Recreation	\$332,000	Park Development Fund
Facilities Maintenance	\$247,500	General Fund, WUF, & WWUF
Public Works – Street Maintenance	\$330,000	General Fund
Public Works – Street Construction	\$895,000	General Fund
Public Works – Water Operations	\$50,000	Water Utility Fund
Public Works – Wastewater Operations	\$10,000	Wastewater Utility Fund
Public Works – Wastewater Treatment Plant	\$70,000	Wastewater Utility Fund
Public Works – Storm Drainage	\$260,000	Storm Drainage Utility Fund
TOTAL:	\$2,366,378	

# BUDGET HIGHLIGHTS – CIP SPENDING PLAN PROPOSED BUDGET FISCAL YEAR 2023-2024

Funding Source	Planned Spending FY 2023-2024
General Fund	\$15,122,100
Park Development Fund	\$5,475,000
Street Improvement Fund	\$1,000,000
TIRZ #2 Fund	\$13,500,000
HOT Fund	\$65,000
Water Utility Fund	\$21,345,000
Wastewater Utility Fund	\$14,963,000
Storm Drainage Utility Fund	\$500,000
WWTP Bond Fund (New)	\$2,500,000
2008 CO Bonds	\$1,391,720
2020 GO Bonds (Parks) *Includes County's 50% Match	\$17,824,220*
2022 Road Bonds	\$46,563,815
ARPA Grant Fund for Water Utility	\$12,000,000
TxDOT Grant (Applied For)	\$24,300,000
TOTAL CIP SPENDING PLAN:	\$176,549,855

# Proposed Budget For MAJOR OPERATING FUNDS Fiscal Year 2023-2024

# GENERAL FUND

## Proposed Budget Summary & Highlights

# Key Assumptions General Fund

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Existing Properties Value Growth	23.7%	15.0%	10.0%	10.0%	10.0%	10.0%
Existing Properties Taxable Value*	\$4.70B	\$5.41B	\$5.95B	\$6.55B	\$7.21B	\$7.93B
New Construction Taxable Value*	\$341.8M	\$378.9M	\$350.0M	\$350.0M	\$350.0M	\$350.0M
Sales Tax Growth	12.7%	10.2%	10.0%	10.0%	10.0%	10.0%
Development Revenue Growth	9.0%	9.0%	5.0%	5.0%	5.0%	5.0%
Compensation	20.0%	6.0%	5.0%	5.0%	5.0%	5.0%

# BUDGET HIGHLIGHTS - GENERAL FUND PROPOSED BUDGET FISCAL YEAR 2023-2024

- \$63.2 million total revenues and transfers-in
- \$71.0 million total expenditures and transfers-out
- \$7.8 million in estimated net drawdown of fund balance for one-time expenditures
- \$22.6 million in estimated ending fund balance
- \$15.1 million in planned CIP spending in FY 2024
- \$2.7 million for 28.0 proposed new positions
- \$1.6 million proposed for new equipment
- 2.52% increase in solid waste service rates per contract terms with TDS

# FUND SUMMARY - GENERAL FUND

## PROPOSED BUDGET FISCAL YEAR 2023-2024

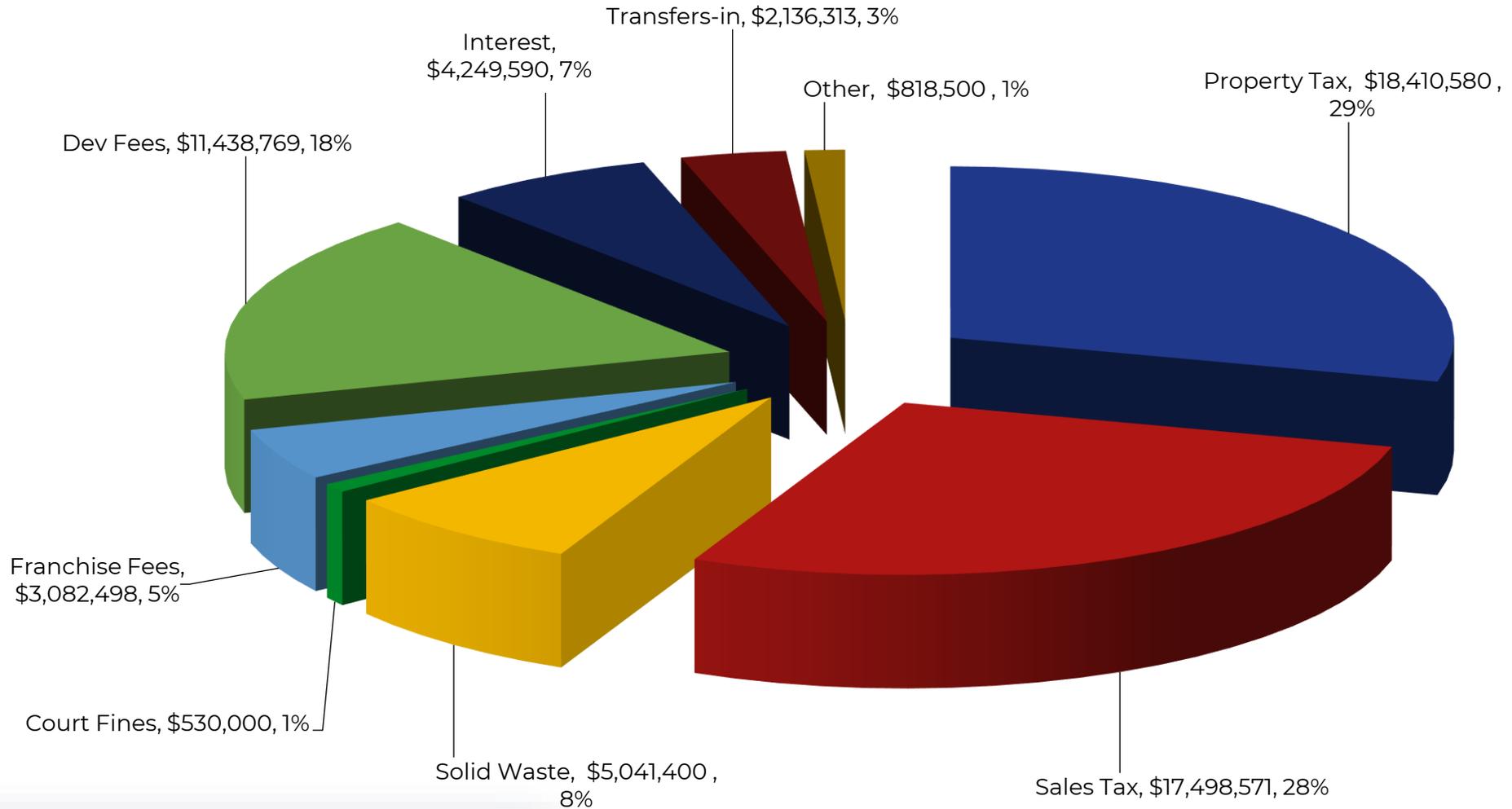
	Actual 2020-21	Actual 2021-22	Approved Budget 2022-23	Year to Date w/Encumbrance 6/30/2023	Current Year Estimate 2022-23	CM Proposed Budget 2023-24	Proposed \$ Increase(Decrease) From FY 2022-23 Approved Budget	Proposed % Increase(Decrease) From FY 2022-23 Approved Budget
<b>BEGINNING FUND BALANCE</b>	\$ 21,358,078	\$ 21,025,709	\$ 28,739,321	\$ 28,739,321	\$ 28,739,321	\$ 30,415,752		
<b>REVENUE</b>								
Property Tax	\$ 12,172,321	\$ 14,107,565	\$ 16,009,200	\$ 16,023,981	\$ 16,094,638	\$ 18,410,580	\$ 2,401,380	15.00%
Sales Tax	11,818,057	14,680,011	15,875,000	12,010,211	16,574,480	17,498,571	1,623,571	10.23%
Development Revenues	6,979,852	9,962,675	9,612,600	5,751,596	10,294,221	11,438,769	1,826,169	19.00%
Other Revenues	13,828,791	13,980,984	11,835,919	12,464,006	15,553,825	15,858,301	3,872,382	32.72%
<b>TOTAL REVENUE</b>	<b>\$ 44,799,021</b>	<b>\$ 52,731,235</b>	<b>\$ 53,332,719</b>	<b>\$ 46,249,795</b>	<b>\$ 58,517,164</b>	<b>\$ 63,206,221</b>	<b>\$ 9,723,502</b>	<b>18.23%</b>
<b>EXPENDITURES</b>								
Mayor and Council								
Operations & Maintenance	\$ 40,025,189	\$ 34,968,395	\$ 47,417,235	\$ 28,000,885	\$ 43,336,799	\$ 55,172,434	\$ 655,200	1.38%
Future Supplemental	-	-	-	-	-	-	-	0.00%
Cash Funding - CIP	5,200,000	6,026,462	11,904,152	11,904,152	11,904,152	13,965,561	9,161,409	76.96%
Cash Funding - Equipment/Other	-	-	-	-	-	-	-	0.00%
<b>TOTAL EXPENDITURES</b>	<b>\$ 45,225,189</b>	<b>\$ 40,994,857</b>	<b>\$ 59,321,387</b>	<b>\$ 39,905,037</b>	<b>\$ 55,240,951</b>	<b>\$ 69,137,996</b>	<b>\$ 9,816,609</b>	<b>16.55%</b>
Transfer Out - TIRZ Increment Tax Revenues	\$ 404,903	\$ 343,369	\$ 1,883,801	\$ 1,569,014	\$ 1,569,014	\$ 1,844,660	\$ (39,141)	-2.08%
<b>TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<b>\$ 45,630,092</b>	<b>\$ 41,338,226</b>	<b>\$ 61,205,188</b>	<b>\$ 41,474,051</b>	<b>\$ 56,809,965</b>	<b>\$ 70,982,656</b>	<b>\$ 9,777,468</b>	<b>15.97%</b>
CHANGE IN FUND BALANCE	\$ (45,630,092)	\$ (41,338,226)	\$ (61,205,188)	\$ (41,474,051)	\$ (56,809,965)	\$ (70,982,656)	\$ (9,777,468)	
<b>ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 21,025,709</b>	<b>\$ 28,739,321</b>	<b>\$ 20,866,852</b>	<b>\$ 33,515,064</b>	<b>\$ 30,446,519</b>	<b>\$ 22,639,317</b>	<b>\$ (53,966)</b>	
Required Minimum Fund Balance Per Policy (25%)	\$ 11,306,297	\$ 10,248,714	\$ 15,301,297	\$ 10,368,513	\$ 14,202,491	\$ 17,745,664		
\$ Fund Balance in Excess of Minimum Required	\$ 9,719,412	\$ 18,490,606	\$ 5,565,555	\$ 23,146,551	\$ 16,244,027	\$ 4,893,653		
% Fund Balance in Excess of Minimum Required	85.96%	180.42%	36.37%	223.24%	114.37%	27.58%		

# 5-YEAR FINANCIAL FORECAST – GENERAL FUND PROPOSED BUDGET FISCAL YEAR 2023-2024

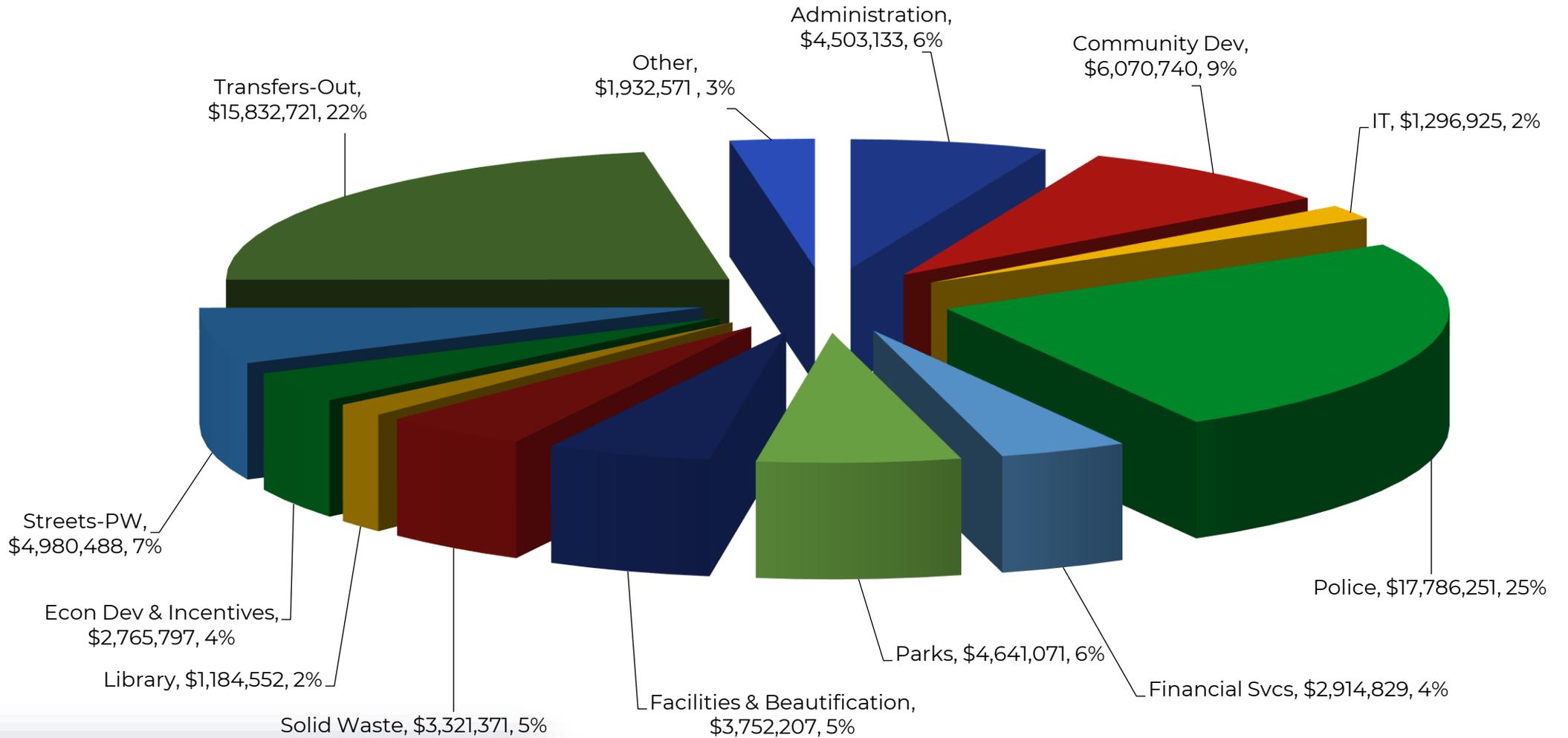
**City of Kyle, Texas**  
**5-Year Financial Forecast - General Fund (Fund 1100)**

	Approved Budget 2022-23	Current Year Estimate 2022-23	5-Year Budget Forecast Period				
			Year 1 2023-2024	Year 2 2024-2025	Year 3 2025-2026	Year 4 2026-2027	Year 5 2027-2028
<b>BEGINNING FUND BALANCE</b>	\$ 28,739,321	\$ 28,739,321	\$ 30,415,752	\$ 22,639,317	\$ 20,441,101	\$ 21,144,766	\$ 24,376,074
<b>1 REVENUE</b>							
2 Property Tax	\$ 16,009,200	\$ 16,094,638	\$ 18,410,580	\$ 20,251,638	\$ 22,276,802	\$ 24,504,482	\$ 26,954,930
3 Sales Tax	15,875,000	16,574,480	17,498,571	19,248,428	21,173,271	23,290,598	25,619,658
4 Development Revenues	9,612,600	10,294,221	11,438,769	12,010,708	12,611,243	13,241,805	13,903,895
5 Other Revenues	11,835,919	15,553,825	15,858,301	16,503,504	17,079,484	17,680,803	18,333,652
<b>6 TOTAL REVENUE</b>	<b>\$ 53,332,719</b>	<b>\$ 58,517,164</b>	<b>\$ 63,206,221</b>	<b>\$ 68,014,278</b>	<b>\$ 73,140,799</b>	<b>\$ 78,717,688</b>	<b>\$ 84,812,135</b>
<b>7 EXPENDITURES</b>							
8 Operations & Maintenance	\$ 47,417,235	\$ 43,367,566	\$ 55,172,434	\$ 55,707,738	\$ 57,751,768	\$ 60,596,913	\$ 63,364,316
9 Cash Funding - CIP	11,904,152	11,904,152	13,965,561	12,500,000	12,500,000	12,500,000	12,500,000
<b>10 TOTAL EXPENDITURES</b>	<b>\$ 59,321,387</b>	<b>\$ 55,271,718</b>	<b>\$ 69,137,996</b>	<b>\$ 68,207,738</b>	<b>\$ 70,251,768</b>	<b>\$ 73,096,913</b>	<b>\$ 75,864,316</b>
11 Transfer Out - TIRZ Increment Tax Revenues	\$ 1,883,801	\$ 1,569,014	\$ 1,844,660	\$ 2,004,755	\$ 2,185,366	\$ 2,389,467	\$ 2,620,471
<b>12 TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<b>\$ 61,205,188</b>	<b>\$ 56,840,733</b>	<b>\$ 70,982,656</b>	<b>\$ 70,212,493</b>	<b>\$ 72,437,135</b>	<b>\$ 75,486,380</b>	<b>\$ 78,484,787</b>
<b>13 CHANGE IN FUND BALANCE</b>	<b>\$ (7,872,469)</b>	<b>\$ 1,676,431</b>	<b>\$ (7,776,435)</b>	<b>\$ (2,198,215)</b>	<b>\$ 703,665</b>	<b>\$ 3,231,308</b>	<b>\$ 6,327,349</b>
<b>14 ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 20,866,852</b>	<b>\$ 30,415,752</b>	<b>\$ 22,639,317</b>	<b>\$ 20,441,101</b>	<b>\$ 21,144,766</b>	<b>\$ 24,376,074</b>	<b>\$ 30,703,423</b>
15 Required Minimum Fund Balance Per Policy (25% of	\$ 15,301,297	\$ 14,210,183	\$ 17,745,664	\$ 17,553,123	\$ 18,109,284	\$ 18,871,595	\$ 19,621,197
16 \$ Fund Balance in Excess of Minimum Required Per	\$ 5,565,555	\$ 16,205,568	\$ 4,893,653	\$ 2,887,978	\$ 3,035,482	\$ 5,504,479	\$ 11,082,226
17 % Fund Balance in Excess of Minimum Required Per	36.37%	114.04%	27.58%	16.45%	16.76%	29.17%	56.48%

# REVENUE & TRANSFERS-IN - GENERAL FUND PROPOSED BUDGET FISCAL YEAR 2023-2024 \$63,206,221



# EXPENDITURES & TRANSFERS-OUT - GENERAL FUND PROPOSED BUDGET FISCAL YEAR 2023-2024 \$70,982,656



# 2023 CERTIFIED TAXABLE ASSESSED VALUATIONS PROPOSED BUDGET FISCAL YEAR 2023-2024

<b>2023 CHANGE IN TAXABLE ASSESSED VALUATION* (NET)</b>	
2023 Total Certified Taxable Assessed Valuation* (Net)	\$5,881,012,674
2022 Total Certified Taxable Assessed Valuation* (Net)	\$4,875,081,500
\$ Increase in 2023 Certified Taxable Assessed Valuation* (Net)	\$1,005,931,174
% Increase in 2023 Certified Taxable Assessed Valuation* (Net)	20.6%

\* Excludes taxable assessed valuations for TIRZ # 1, 2, 3, & 4

# 2023 CERTIFIED PROPERTY TAX RATES PROPOSED BUDGET FISCAL YEAR 2023-2024

## 2023 PROPERTY TAX RATES FOR CITY OF KYLE

	Current Tax Rate	No-New-Revenue Tax Rate*	Voter-Approval Tax Rate*	Proposed Tax Rate*
Maintenance & Operations (M&O) Rate	\$0.2966	\$0.2573	\$0.2792	\$0.2792
Interest & Sinking (I&S) Rate	\$0.2116	\$0.1901	\$0.1901	\$0.1901
Total Property Tax Rate Per \$100/TAV	\$0.5082	\$0.4474	\$0.4693	\$0.4693

\* 2023 certified property tax rates calculated by the Hays County Tax Assessor-Collector.

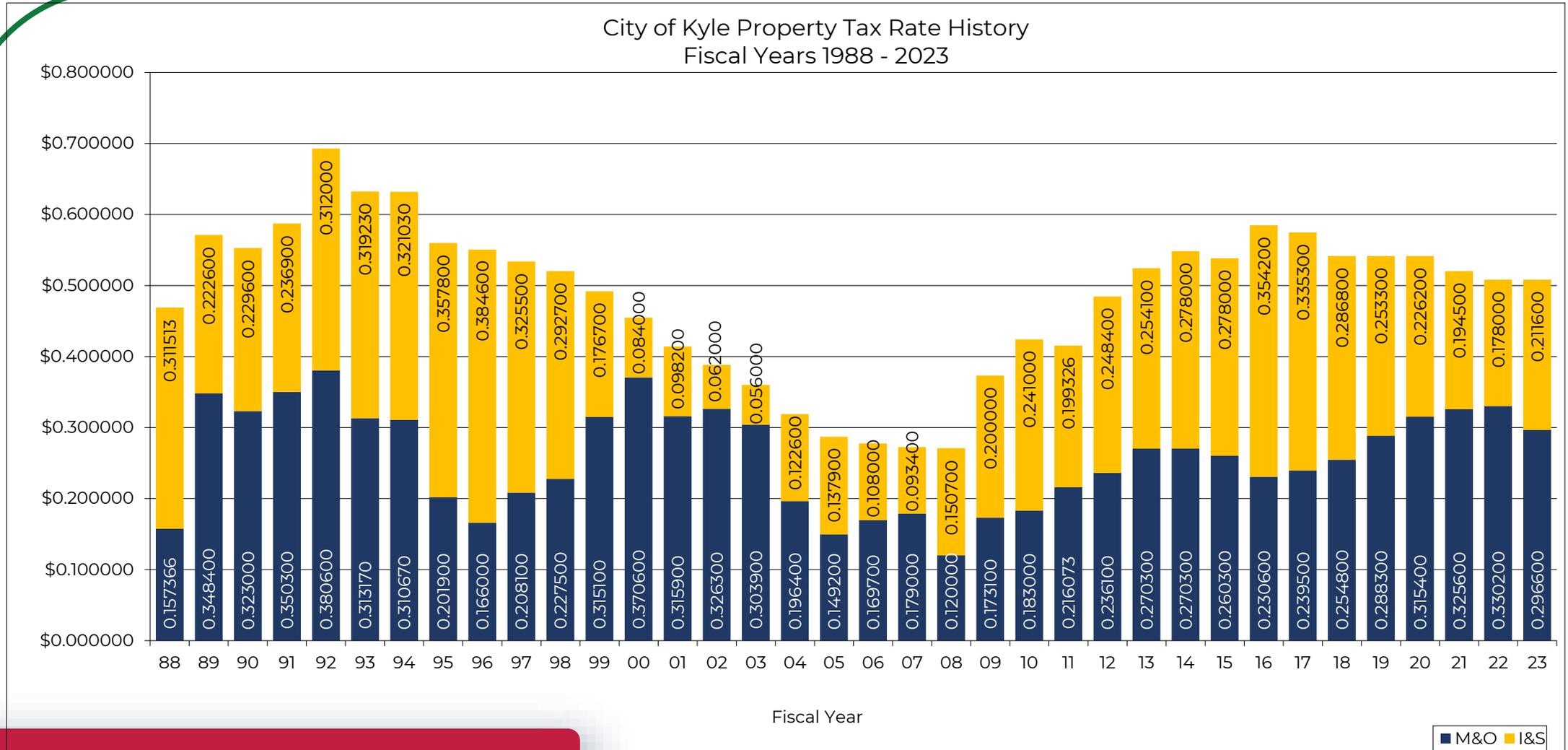
# 2023 CERTIFIED PROPERTY TAX RATES PROPOSED BUDGET FISCAL YEAR 2023-2024

## 2023 CHANGE IN AVERAGE HOME TAXABLE VALUATION & TAX BILL

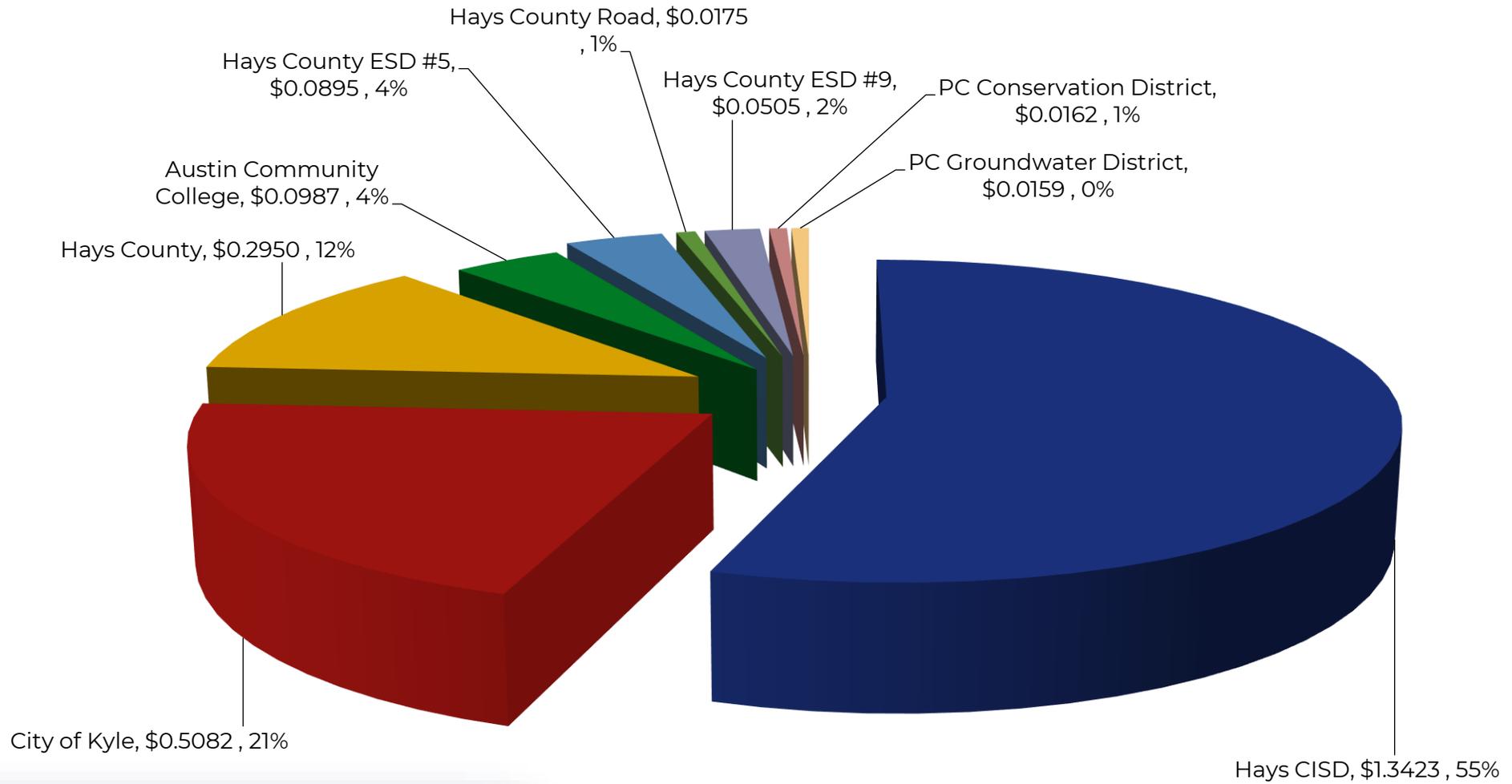
Tax Year	Average Home Value	Tax Rate* Per \$100/AV	Tax Levy*	Homestead Reduction*	Average Net Tax Bill*
2023	\$356,031	\$0.4693	\$1,670.85	\$187.72	\$1,483.13
2022	\$337,610	\$0.5082	\$1,715.73	\$203.28	\$1,512.45
Proposed Change	\$ 18,421	(\$0.0389)	(\$44.88)	(\$15.56)	(\$29.32)

\* 2023 certified tax rates calculated by the Hays County Tax Assessor-Collector.

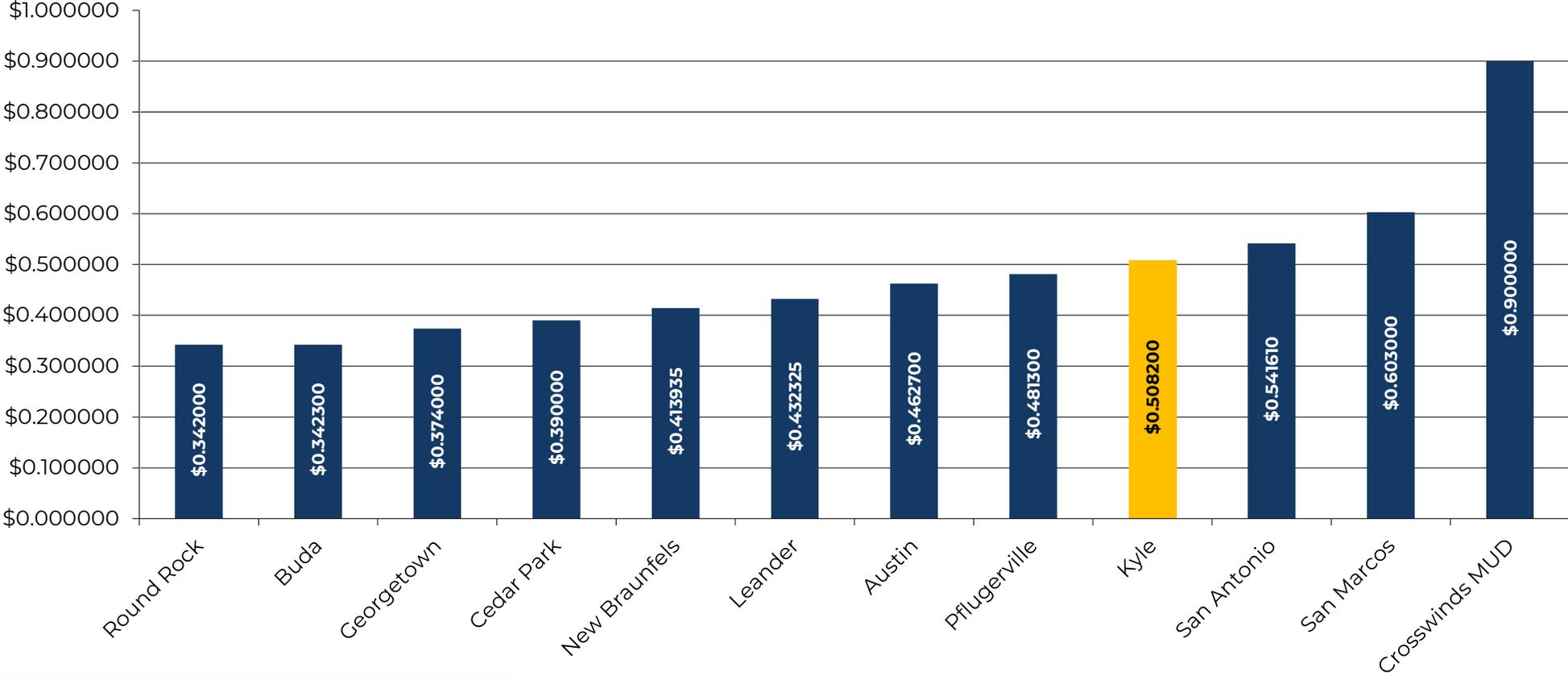
# PROPERTY TAX RATE HISTORY FISCAL YEARS 1988 - 2023



# CURRENT PROPERTY TAX RATES IN KYLE - \$2.43380



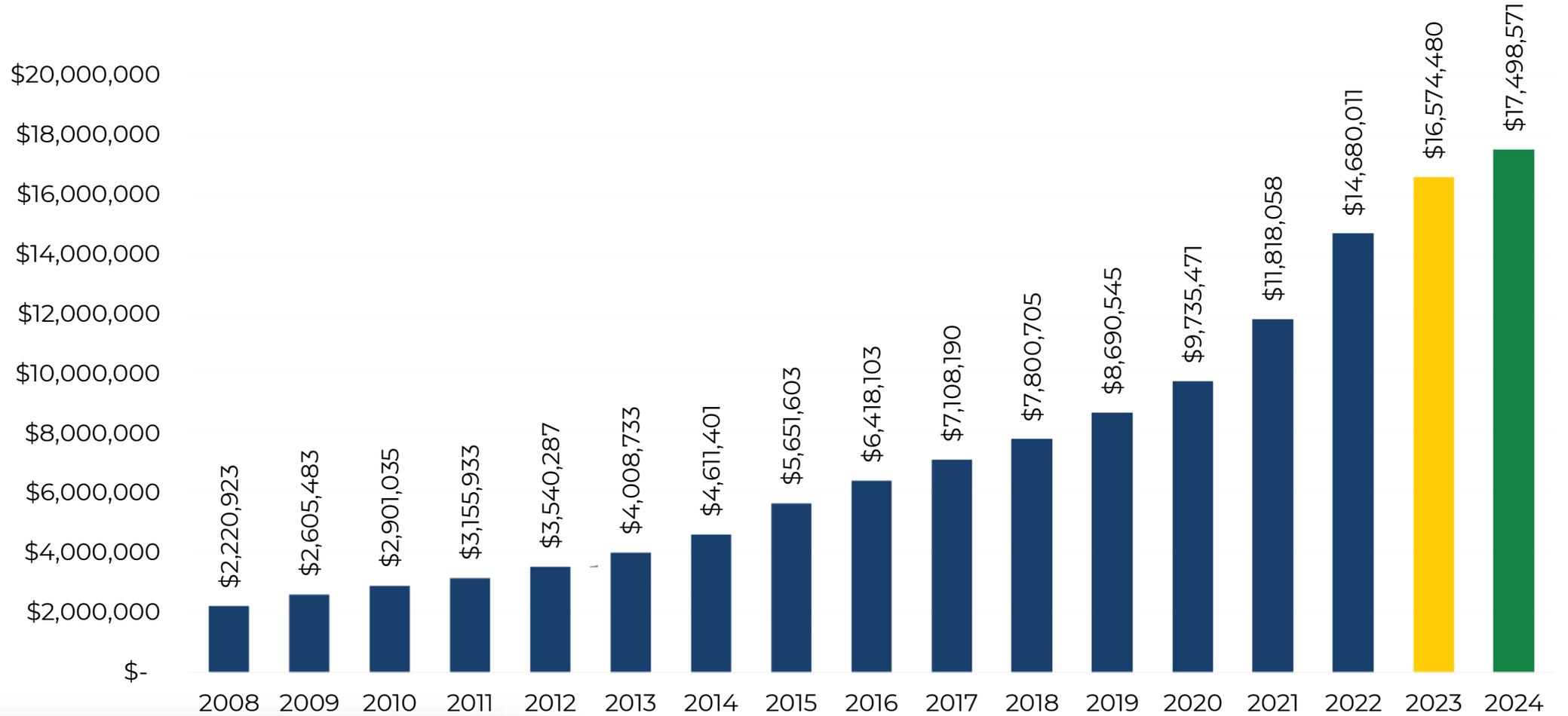
# COMPARISON OF CURRENT PROPERTY TAX RATES



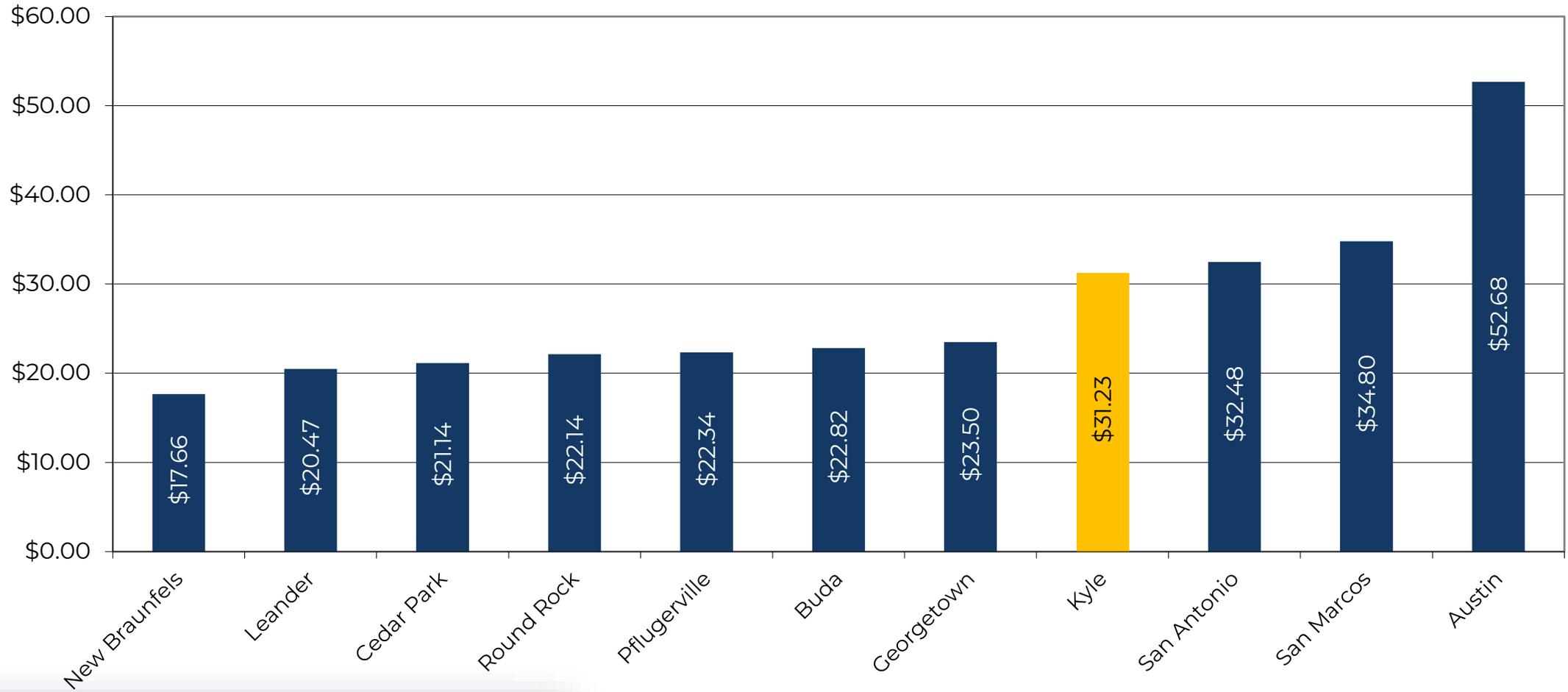
# SALES TAX REVENUE PROPOSED BUDGET FISCAL YEAR 2023-2024

- Estimated sales tax revenue for FY 2024: \$17,498,571
- \$ Increase from approved budget for FY 2023: \$1,623,571
- % Increase from approved budget for FY 2023: 10.2%
- City's sales tax rate: 1.5%

# Sales Tax Collections 2008-2023



# COMPARISON OF MONTHLY SOLID WASTE SERVICE RATES - RESIDENTIAL



# WATER UTILITY FUND

## Proposed Budget Summary & Highlights

# Key Assumptions Water Utility Fund

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Water System Revenue Growth	6.5%	6.0%	6.0%	6.0%	6.0%	6.0%
O&M Expenditures	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
Compensation	20.0%	6.0%	5.0%	5.0%	5.0%	5.0%
Transfer to General Fund	\$0.65M	\$0.65M	\$0.65M	\$0.65M	\$0.65M	\$0.65M
Debt Service	Actual	Actual	Actual	Actual	Actual	Actual

# BUDGET HIGHLIGHTS – WATER UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024

- No increase proposed for water service rates
- \$17.5 million total revenues and transfers-in
- \$17.5 million total expenditures and transfers-out
  - Includes \$650,000 equity transfer to General Fund
- No net drawdown of fund balance
- \$10.1 million in estimated ending fund balance
- \$21.3 million in planned CIP spending in FY 2024
- \$167,609 for 1.8 proposed new positions
- \$62,500 proposed for new equipment

# FUND SUMMARY – WATER UTILITY FUND

## PROPOSED BUDGET FISCAL YEAR 2023-2024

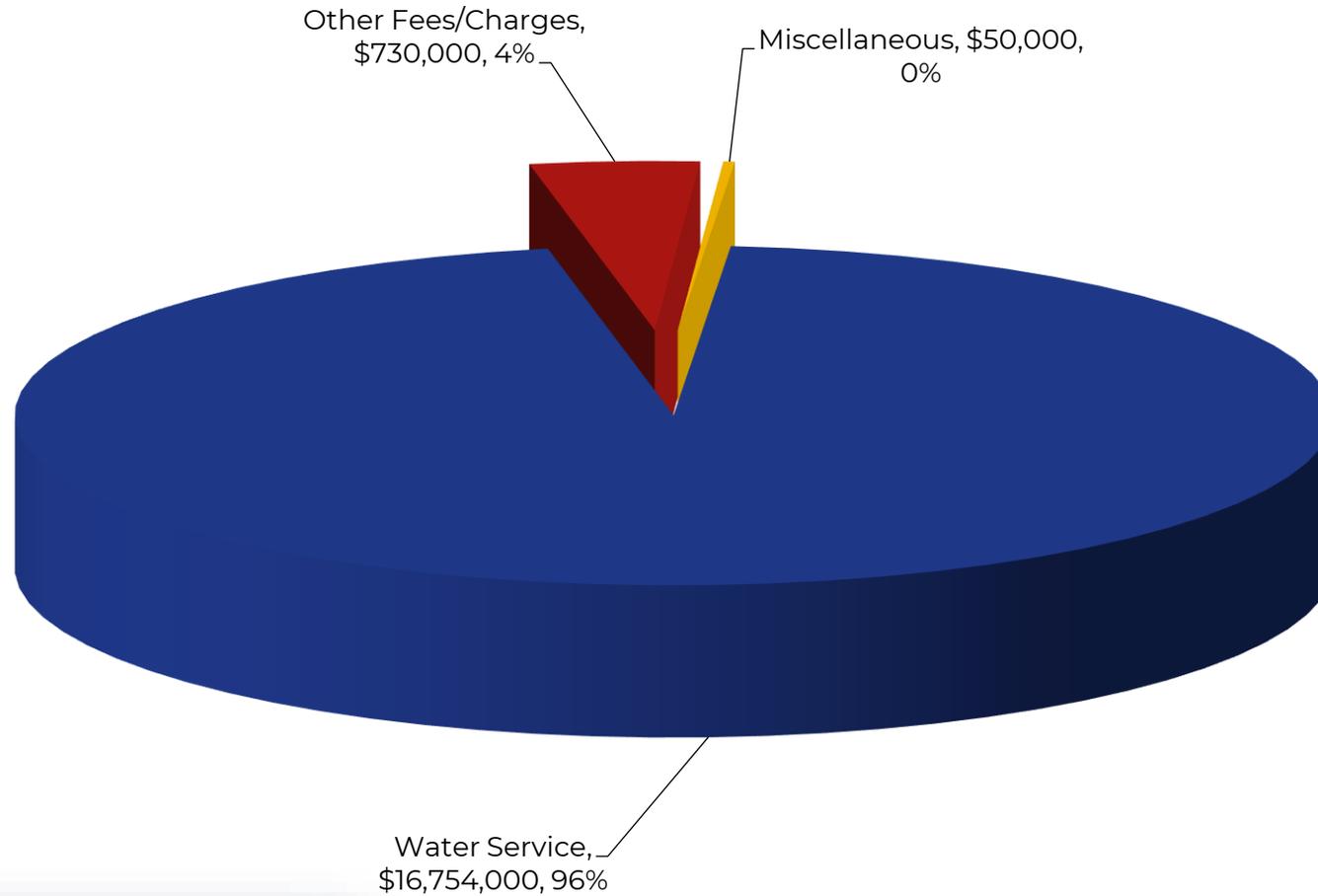
	Actual 2020-21	Actual 2021-22	Approved Budget 2022-23	Year to Date w/Encumbrance 6/30/2023	Current Year Estimate 2022-23	CM Proposed Budget 2023-24	Proposed \$ Increase(Decrease) From FY 2022-23 Approved Budget	Proposed % Increase(Decrease) From FY 2022-23 Approved Budget
BEGINNING FUND BALANCE	\$ 12,712,524	\$ 10,350,909	\$ 9,636,116	\$ 9,636,116	\$ 9,636,116	\$ 10,118,753		
<b>1 REVENUE:</b>								
2 Water Sales	\$ 14,673,315	\$ 17,174,544	\$ 16,495,100	\$ 11,910,619	\$ 15,989,757	\$ 17,484,000	\$ 988,900	6.00%
3 Other Revenue	46,532	51,533	50,000	43,605	52,520	50,000	-	0.00%
<b>4 TOTAL REVENUE</b>	<b>\$ 14,719,848</b>	<b>\$ 17,226,076</b>	<b>\$ 16,545,100</b>	<b>\$ 11,954,225</b>	<b>\$ 16,042,277</b>	<b>\$ 17,534,000</b>	<b>\$ 988,900</b>	<b>5.98%</b>
<b>5 EXPENDITURES:</b>								
6 Operations & Maintenance	\$ 10,343,274	\$ 12,320,923	\$ 15,394,983	\$ 10,207,418	\$ 14,151,659	\$ 15,985,319	\$ 590,335	3.83%
7 Future Supplemental	-	-	-	-	-	-	-	0.00%
7 Cash Funding - CIP	3,000,000	550,000	500,000	500,000	500,000	500,000	-	0.00%
8 Cash Funding - Equipment/Other	-	-	-	-	-	-	-	0.00%
<b>8 TOTAL EXPENDITURES</b>	<b>\$ 13,343,274</b>	<b>\$ 12,870,923</b>	<b>\$ 15,894,983</b>	<b>\$ 10,707,418</b>	<b>\$ 14,651,659</b>	<b>\$ 16,485,319</b>	<b>\$ 590,335</b>	<b>3.71%</b>
<b>9 TRANSFERS OUT:</b>								
10 Transfers Out - General Fund	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ -	0.00%
11 Transfers Out - Debt Service	254,551	-	257,982	257,982	257,982	398,326	140,344	54.40%
12 Transfers Out - Other	3,839,000	4,599,002	-	-	-	-	-	0.00%
<b>13 TOTAL TRANSFERS OUT:</b>	<b>\$ 4,743,551</b>	<b>\$ 5,249,002</b>	<b>\$ 907,982</b>	<b>\$ 907,982</b>	<b>\$ 907,982</b>	<b>\$ 1,048,326</b>	<b>\$ 140,344</b>	<b>15.46%</b>
<b>14 TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<b>\$ 18,086,825</b>	<b>\$ 18,119,925</b>	<b>\$ 16,802,965</b>	<b>\$ 11,615,400</b>	<b>\$ 15,559,641</b>	<b>\$ 17,533,645</b>	<b>\$ 730,679</b>	<b>4.35%</b>
<b>15 TOTAL REVENUE &amp; TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<b>\$ (3,366,978)</b>	<b>\$ (893,849)</b>	<b>\$ (257,865)</b>	<b>\$ 338,824</b>	<b>\$ 482,636</b>	<b>\$ 356</b>		
<b>16 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS</b>	<b>\$ 1,005,363</b>	<b>\$ 179,056</b>						
<b>17 ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 10,350,909</b>	<b>\$ 9,636,116</b>	<b>\$ 9,378,251</b>	<b>\$ 9,974,940</b>	<b>\$ 10,118,753</b>	<b>\$ 10,119,108</b>		
18 Required Minimum Fund Balance Per Policy (25%)	\$ 4,521,706	\$ 4,529,981	\$ 4,200,741	\$ 2,903,850	\$ 3,889,910	\$ 4,383,411		
19 \$ Fund Balance in Excess of Minimum Required	\$ 5,829,202	\$ 5,106,135	\$ 5,177,509	\$ 7,071,090	\$ 6,228,842	\$ 5,735,697		
20 % Fund Balance in Excess of Minimum Required	<b>128.92%</b>	<b>112.72%</b>	<b>123.25%</b>	<b>243.51%</b>	<b>160.13%</b>	<b>130.85%</b>		

# 5-YEAR FINANCIAL FORECAST – WATER UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024

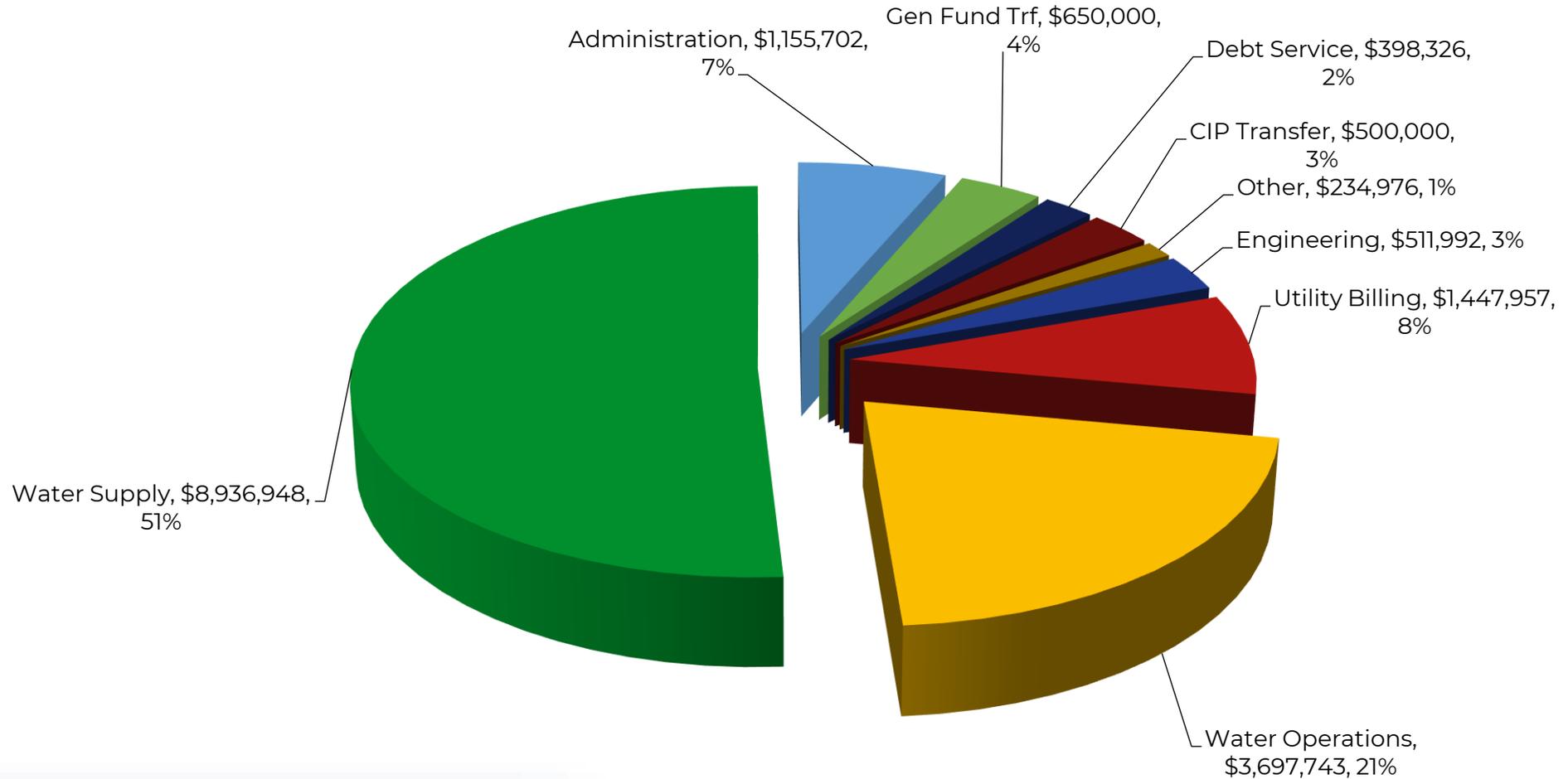
**City of Kyle, Texas**  
**5-Year Financial Forecast - Water Utility Fund (Fund 3100)**

	Approved Budget 2022-23	Current Year Estimate 2022-23	5-Year Budget Forecast Period				
			Year 1 2023-2024	Year 2 2024-2025	Year 3 2025-2026	Year 4 2026-2027	Year 5 2027-2028
BEGINNING FUND BALANCE	\$ 9,636,116	\$ 9,636,116	\$ 10,118,753	\$ 10,119,108	\$ 10,372,238	\$ 10,901,301	\$ 11,731,245
<b>1 REVENUE:</b>							
2 Water Sales	\$ 16,495,100	\$ 15,989,757	\$ 17,484,000	\$ 18,533,040	\$ 19,645,023	\$ 20,823,724	\$ 22,073,148
3 Other Revenue	50,000	52,520	50,000	53,000	56,180	59,551	63,124
<b>4 TOTAL REVENUE</b>	<b>\$ 16,545,100</b>	<b>\$ 16,042,277</b>	<b>\$ 17,534,000</b>	<b>\$ 18,586,040</b>	<b>\$ 19,701,203</b>	<b>\$ 20,883,275</b>	<b>\$ 22,136,272</b>
<b>5 EXPENDITURES:</b>							
6 Operations & Maintenance	\$ 15,394,983	\$ 14,151,659	\$ 15,985,319	\$ 16,784,585	\$ 17,623,814	\$ 18,505,005	\$ 19,430,255
7 Cash Funding - CIP	500,000	500,000	500,000	500,000	500,000	500,000	500,000
<b>8 TOTAL EXPENDITURES</b>	<b>\$ 15,894,983</b>	<b>\$ 14,651,659</b>	<b>\$ 16,485,319</b>	<b>\$ 17,284,585</b>	<b>\$ 18,123,814</b>	<b>\$ 19,005,005</b>	<b>\$ 19,930,255</b>
9 TRANSFERS OUT:							
10 Transfers Out - General Fund	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000
11 Transfers Out - Debt Service	257,982	257,982	398,326	398,326	398,326	398,326	398,326
12 Transfers Out - Other	-	-	-	-	-	-	-
<b>13 TOTAL TRANSFERS OUT:</b>	<b>\$ 907,982</b>	<b>\$ 907,982</b>	<b>\$ 1,048,326</b>	<b>\$ 1,048,326</b>	<b>\$ 1,048,326</b>	<b>\$ 1,048,326</b>	<b>\$ 1,048,326</b>
<b>14 TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<b>\$ 16,802,965</b>	<b>\$ 15,559,641</b>	<b>\$ 17,533,645</b>	<b>\$ 18,332,911</b>	<b>\$ 19,172,140</b>	<b>\$ 20,053,331</b>	<b>\$ 20,978,581</b>
<b>15 TOTAL REVENUE &amp; TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<b>\$ (257,865)</b>	<b>\$ 482,636</b>	<b>\$ 356</b>	<b>\$ 253,130</b>	<b>\$ 529,063</b>	<b>\$ 829,944</b>	<b>\$ 1,157,691</b>
<b>16 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS</b>							
<b>17 ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 9,378,251</b>	<b>\$ 10,118,753</b>	<b>\$ 10,119,108</b>	<b>\$ 10,372,238</b>	<b>\$ 10,901,301</b>	<b>\$ 11,731,245</b>	<b>\$ 12,888,935</b>
18 Required Minimum Fund Balance Per Policy (25% of Total Requirements)	\$ 4,200,741	\$ 3,889,910	\$ 4,383,411	\$ 4,583,228	\$ 4,793,035	\$ 5,013,333	\$ 5,244,645
19 \$ Fund Balance in Excess of Minimum Required Per Policy	\$ 5,177,509	\$ 6,228,842	\$ 5,735,697	\$ 5,789,010	\$ 6,108,266	\$ 6,717,912	\$ 7,644,290
20 % Fund Balance in Excess of Minimum Required Per Policy	123.25%	160.13%	130.85%	126.31%	127.44%	134.00%	145.75%

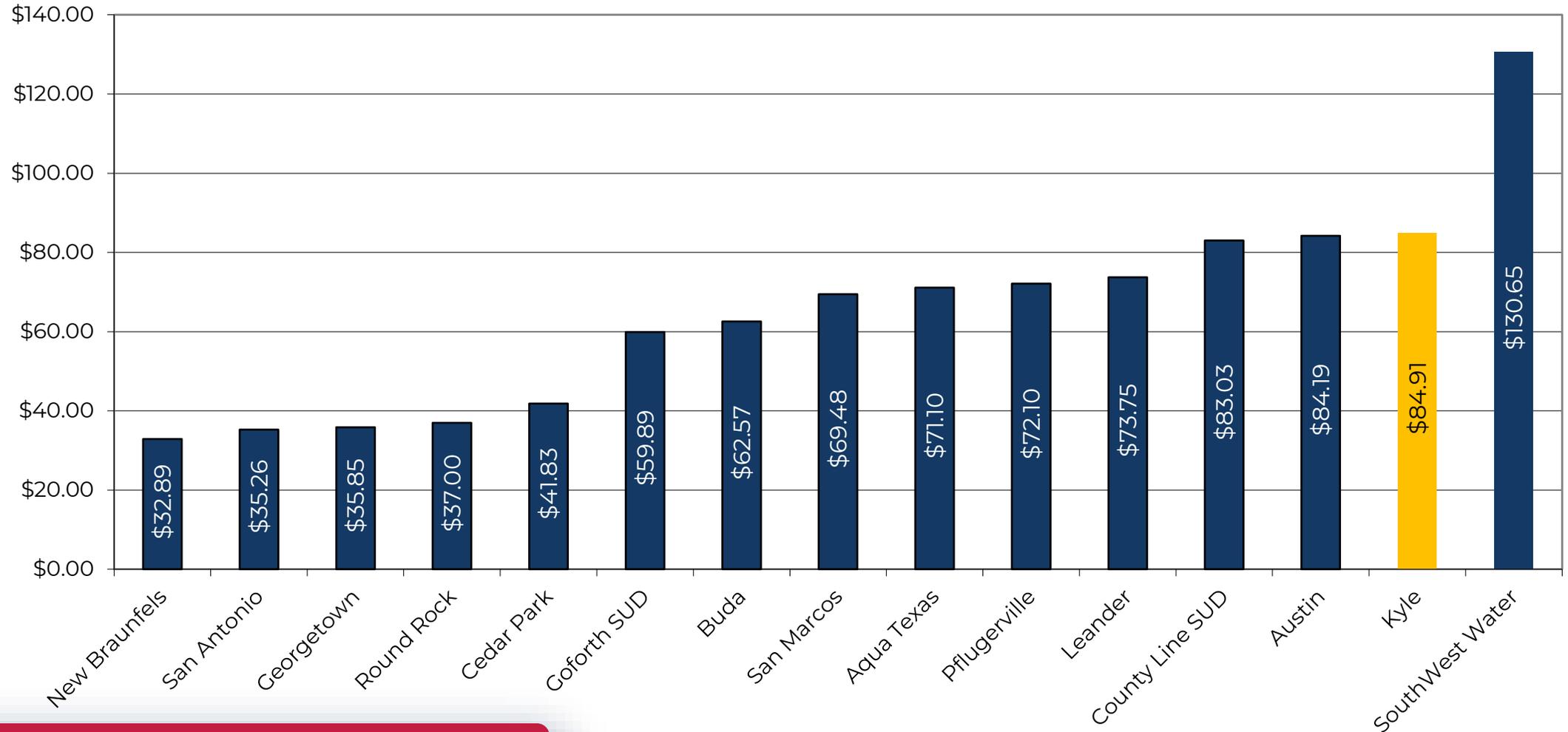
# REVENUE & TRANSFERS-IN - WATER UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024 \$17,534,000



# EXPENDITURES & TRANSFERS-OUT - WATER UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024 \$17,533,645



# COMPARISON OF AVERAGE MONTHLY RESIDENTIAL BILL - WATER



# WASTEWATER UTILITY FUND

## Proposed Budget Summary & Highlights

# Key Assumptions Wastewater Utility Fund

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Wastewater System Revenue Growth	6.7%	6.0%	6.0%	6.0%	6.0%	6.0%
O&M Expenditures	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
Compensation	20.0%	6.0%	5.0%	5.0%	5.0%	5.0%
Transfer to General Fund	\$0.65M	\$0.65M	\$0.65M	\$0.65M	\$0.65M	\$0.65M
Debt Service	Actual	Actual	Actual	Actual	Actual	Actual

# BUDGET HIGHLIGHTS – WASTEWATER UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024

- No increase proposed for wastewater service rates
- \$11.1 million total revenues and transfers-in
- \$10.0 million total expenditures and transfers-out
  - Includes \$650,000 equity transfer to General Fund
- No net drawdown of fund balance
- \$9.5 million in estimated ending fund balance
- \$15.0 million in planned CIP spending in FY 2024
- \$196,656 for 2.2 proposed new positions
- \$92,500 proposed for new equipment

# FUND SUMMARY – WASTEWATER UTILITY FUND

## PROPOSED BUDGET FISCAL YEAR 2023-2024

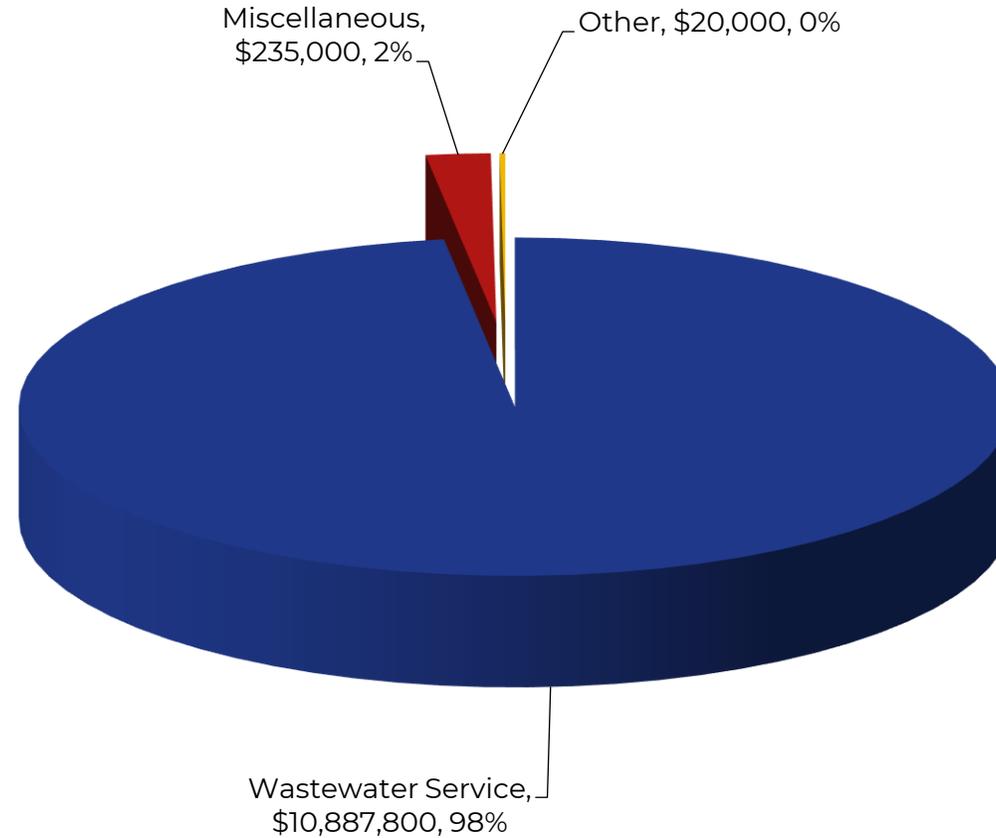
	Actual 2020-21	Actual 2021-22	Approved Budget 2022-23	Year to Date w/Encumbrance 6/30/2023	Current Year Estimate 2022-23	CM Proposed Budget 2023-24	Proposed \$ Increase(Decrease) From FY 2022-23 Approved Budget	Proposed % Increase(Decrease) From FY 2022-23 Approved Budget
BEGINNING FUND BALANCE	\$ 3,782,269	\$ 5,081,949	\$ 9,131,982	\$ 9,131,982	\$ 9,131,982	\$ 8,263,405		
<b>1 REVENUE:</b>								
2 Wastewater Service Charges	\$ 10,065,360	\$ 10,390,891	\$ 10,466,200	\$ 8,142,839	\$ 10,770,501	\$ 11,122,800	\$ 656,600	6.27%
3 Other Revenue	20,071	25,333	20,000	16,906	20,000	20,000	-	0.00%
<b>4 TOTAL REVENUE AND TRANSFERS IN:</b>	<b>\$ 10,085,431</b>	<b>\$ 10,416,223</b>	<b>\$ 10,486,200</b>	<b>\$ 8,159,745</b>	<b>\$ 10,790,501</b>	<b>\$ 11,142,800</b>	<b>\$ 656,600</b>	<b>6.26%</b>
<b>5 EXPENDITURES:</b>								
6 Operations & Maintenance	\$ 3,444,488	\$ 5,135,891	\$ 8,395,853	\$ 4,257,814	\$ 7,455,994	\$ 8,733,512	\$ 337,658	4.02%
7 Cash Funding - CIP	2,500,000	1,975,269	500,000	500,000	500,000	500,000	-	0.00%
<b>8 TOTAL EXPENDITURES:</b>	<b>\$ 5,944,488</b>	<b>\$ 7,111,160</b>	<b>\$ 8,895,853</b>	<b>\$ 4,757,814</b>	<b>\$ 7,955,994</b>	<b>\$ 9,233,512</b>	<b>\$ 337,658</b>	<b>3.80%</b>
<b>9 TRANSFERS OUT:</b>								
10 Transfers Out - General Fund	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ -	0.00%
11 Transfers Out - Debt Service	1,696,664	-	1,705,682	40,332	40,332	62,173	(1,643,509)	-96.35%
12 Transfers Out - Other	-	-	3,012,751	3,012,751	3,012,751	-	(3,012,751)	-100.00%
<b>13 TOTAL TRANSFERS OUT:</b>	<b>\$ 2,346,664</b>	<b>\$ 650,000</b>	<b>\$ 5,368,433</b>	<b>\$ 3,703,083</b>	<b>\$ 3,703,083</b>	<b>\$ 712,173</b>	<b>\$ (4,656,260)</b>	<b>-86.73%</b>
<b>14 TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<b>\$ 8,291,152</b>	<b>\$ 7,761,160</b>	<b>\$ 14,264,286</b>	<b>\$ 8,460,897</b>	<b>\$ 11,659,077</b>	<b>\$ 9,945,685</b>	<b>\$ (4,318,602)</b>	<b>-30.28%</b>
<b>15 TOTAL REVENUE &amp; TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<b>\$ 1,794,278</b>	<b>\$ 2,655,064</b>	<b>\$ (3,778,086)</b>	<b>\$ (301,151)</b>	<b>\$ (868,577)</b>	<b>\$ 1,197,115</b>		
<b>16 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS</b>	<b>\$ (494,599)</b>	<b>\$ 1,394,969</b>						
<b>17 ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 5,081,949</b>	<b>\$ 9,131,982</b>	<b>\$ 5,353,895</b>	<b>\$ 8,830,830</b>	<b>\$ 8,263,405</b>	<b>\$ 9,460,520</b>		
18 Required Minimum Fund Balance Per Policy (25%)	\$ 2,072,788	\$ 1,940,290	\$ 3,566,072	\$ 2,115,224	\$ 2,914,769	\$ 2,486,421		
19 \$ Fund Balance in Excess of Minimum Required	\$ 3,009,161	\$ 7,191,692	\$ 1,787,823	\$ 6,715,606	\$ 5,348,636	\$ 6,974,099		
20 % Fund Balance in Excess of Minimum Required	145.17%	370.65%	50.13%	317.49%	183.50%	280.49%		

# 5-YEAR FINANCIAL FORECAST – WASTEWATER UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024

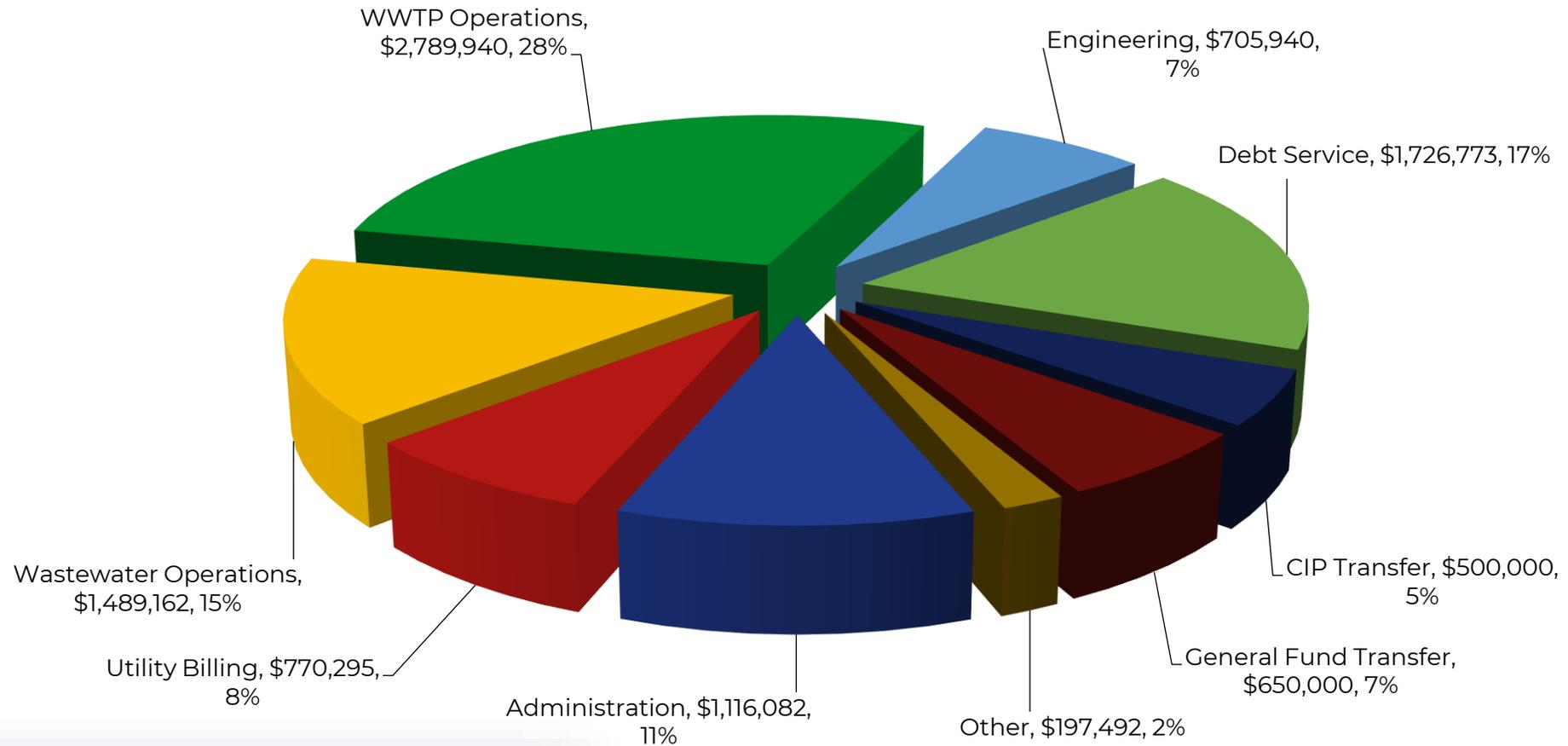
## City of Kyle, Texas 5-Year Financial Forecast - Wastewater Utility Fund (Fund 3110)

	Approved Budget 2022-23	Current Year Estimate 2022-23	5-Year Budget Forecast Period				
			Year 1	Year 2	Year 3	Year 4	Year 5
			2023-2024	2024-2025	2025-2026	2026-2027	2027-2028
BEGINNING FUND BALANCE	\$ 9,131,982	\$ 9,131,982	\$ 8,263,405	\$ 9,460,520	\$ 10,886,419	\$ 12,249,227	\$ 11,832,375
<b>1 REVENUE:</b>							
2 Wastewater Service Charges	\$ 10,466,200	\$ 10,770,501	\$ 11,122,800	\$ 11,790,168	\$ 12,497,578	\$ 13,247,433	\$ 14,042,279
3 Other Revenue	20,000	20,000	20,000	21,200	22,472	23,820	25,250
<b>4 TOTAL REVENUE AND TRANSFERS IN:</b>	<u>\$ 10,486,200</u>	<u>\$ 10,790,501</u>	<u>\$ 11,142,800</u>	<u>\$ 11,811,368</u>	<u>\$ 12,520,050</u>	<u>\$ 13,271,253</u>	<u>\$ 14,067,528</u>
<b>5 EXPENDITURES:</b>							
6 Operations & Maintenance	\$ 8,395,853	\$ 7,455,994	\$ 8,733,512	\$ 9,170,187	\$ 9,628,697	\$ 10,110,132	\$ 10,615,638
7 Cash Funding - CIP	500,000	500,000	500,000	500,000	500,000	500,000	500,000
<b>8 TOTAL EXPENDITURES:</b>	<u>\$ 8,895,853</u>	<u>\$ 7,955,994</u>	<u>\$ 9,233,512</u>	<u>\$ 9,670,187</u>	<u>\$ 10,128,697</u>	<u>\$ 10,610,132</u>	<u>\$ 11,115,638</u>
<b>9 TRANSFERS OUT:</b>							
10 Transfers Out - General Fund	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000	\$ 650,000
11 Transfers Out - Debt Service	1,705,682	40,332	62,173	65,282	68,546	71,973	75,572
12 Future Debt Service			-	-	310,000	2,356,000	4,526,000
13 Transfers Out - Other	3,012,751	3,012,751	-	-	-	-	-
<b>14 TOTAL TRANSFERS OUT:</b>	<u>\$ 5,368,433</u>	<u>\$ 3,703,083</u>	<u>\$ 712,173</u>	<u>\$ 715,282</u>	<u>\$ 1,028,546</u>	<u>\$ 3,077,973</u>	<u>\$ 5,251,572</u>
<b>15 TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<u>\$ 14,264,286</u>	<u>\$ 11,659,077</u>	<u>\$ 9,945,685</u>	<u>\$ 10,385,469</u>	<u>\$ 11,157,242</u>	<u>\$ 13,688,105</u>	<u>\$ 16,367,210</u>
<b>16 TOTAL REVENUE &amp; TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<u>\$ (3,778,086)</u>	<u>\$ (868,577)</u>	<u>\$ 1,197,115</u>	<u>\$ 1,425,899</u>	<u>\$ 1,362,808</u>	<u>\$ (416,852)</u>	<u>\$ (2,299,682)</u>
<b>17 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS</b>							
<b>18 ESTIMATED ENDING FUND BALANCE</b>	<u>\$ 5,353,895</u>	<u>\$ 8,263,405</u>	<u>\$ 9,460,520</u>	<u>\$ 10,886,419</u>	<u>\$ 12,249,227</u>	<u>\$ 11,832,375</u>	<u>\$ 9,532,693</u>
19 Required Minimum Fund Balance Per Policy (25% of Total Requirements)	\$ 3,566,072	\$ 2,914,769	\$ 2,486,421	\$ 2,596,367	\$ 2,789,311	\$ 3,422,026	\$ 4,091,802
20 \$ Fund Balance in Excess of Minimum Required Per Policy	\$ 1,787,823	\$ 5,348,636	\$ 6,974,099	\$ 8,290,052	\$ 9,459,916	\$ 8,410,349	\$ 5,440,891
21 % Fund Balance in Excess of Minimum Required Per Policy	50.13%	183.50%	280.49%	319.29%	339.15%	245.77%	132.97%

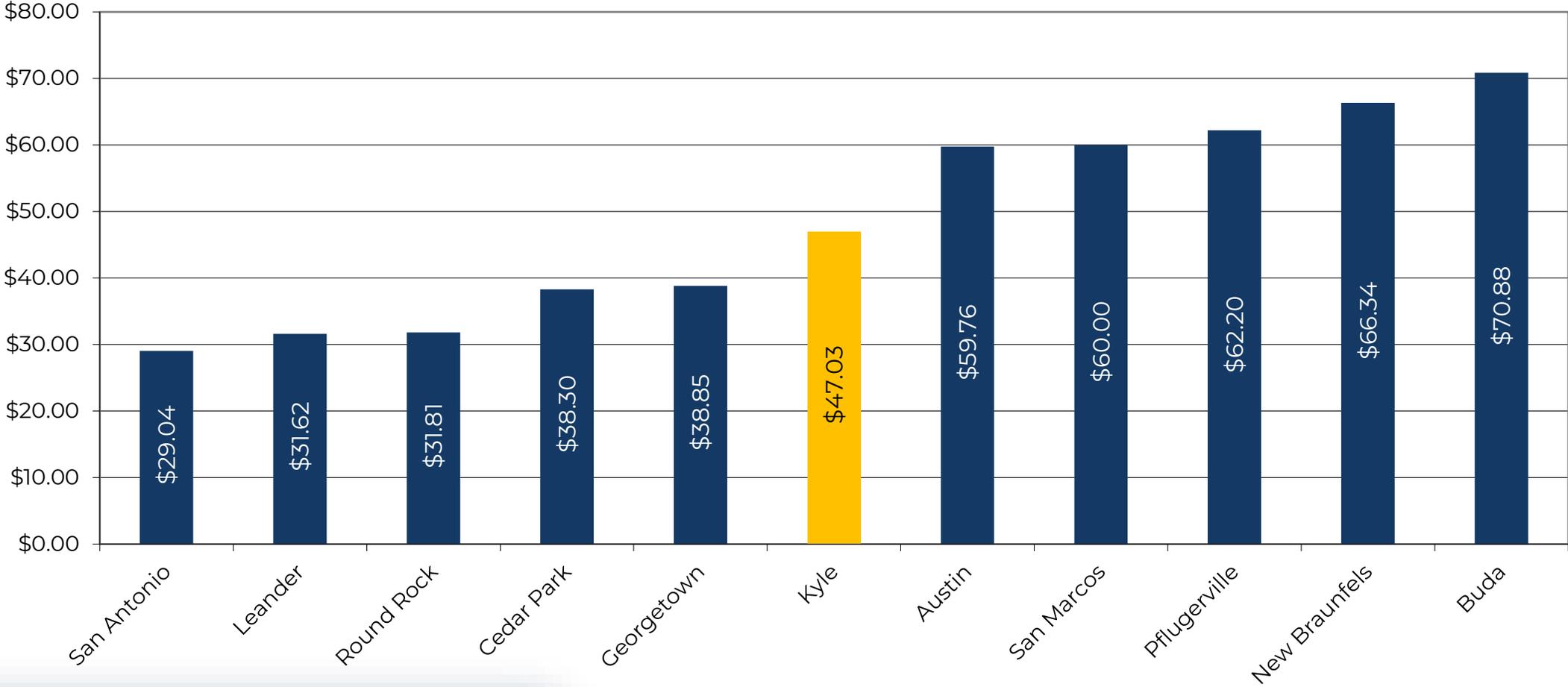
# REVENUE & TRANSFERS-IN - WASTEWATER UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024 \$11,142,800



# EXPENDITURES & TRANSFERS-OUT - WASTEWATER UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024 \$9,945,685



# COMPARISON OF AVERAGE MONTHLY RESIDENTIAL BILL - WASTEWATER



# STORM DRAINAGE UTILITY FUND

## Proposed Budget Summary & Highlights

# Key Assumptions Storm Drainage Utility Fund

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Storm Drainage System Revenue Growth	6.7%	6.0%	6.0%	6.0%	6.0%	6.0%
O&M Expenditures	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
Compensation	20.0%	6.0%	5.0%	5.0%	5.0%	5.0%
Transfer to General Fund	\$0.0M	\$0.0M	\$0.0M	\$0.0M	\$0.0M	\$0.0M
Debt Service	N/A	N/A	N/A	N/A	N/A	N/A

# BUDGET HIGHLIGHTS – STORM DRAINAGE UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024

- No increase proposed for storm drainage fees
- \$1.9 million total revenues and transfers-in
- \$2.3 million total expenditures and transfers-out
- \$369,987 net drawdown of fund balance for one-time expenditures
- \$620,595 in estimated ending fund balance
- \$500,000 in planned CIP spending in FY 2024
- \$99,864 for 1.0 proposed new position (Storm Drainage Inspector)
- \$260,000 proposed for new software and E.coli reduction study

# FUND SUMMARY – STORM DRAINAGE UTILITY FUND

## PROPOSED BUDGET FISCAL YEAR 2023-2024

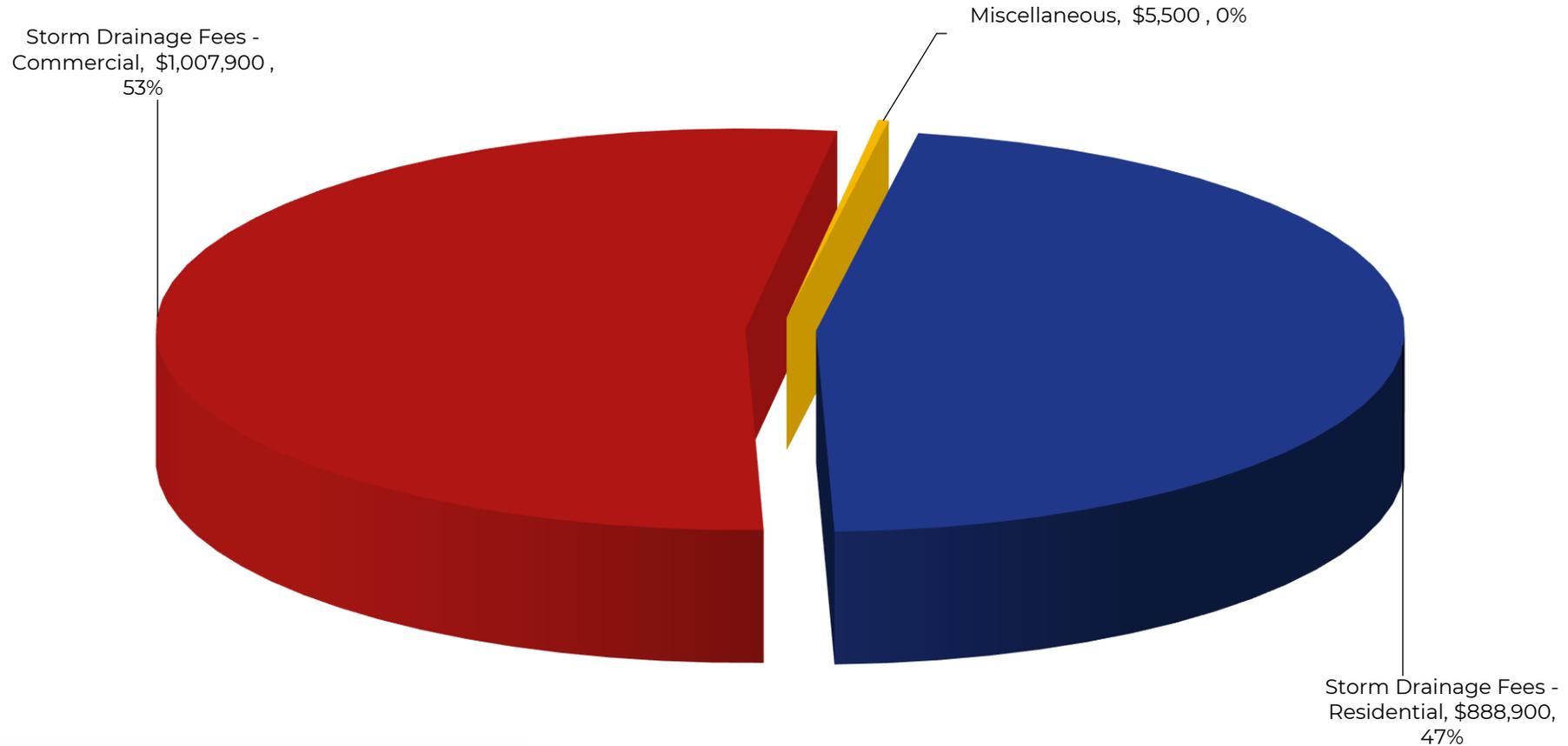
	Actual 2020-21	Actual 2021-22	Approved Budget 2022-23	Year to Date w/Encumbrance 6/30/2023	Current Year Estimate 2022-23	CM Proposed Budget 2023-24	Proposed \$ Increase(Decrease) From FY 2022-23 Approved Budget	Proposed % Increase(Decrease) From FY 2022-23 Approved Budget
BEGINNING FUND BALANCE	\$ 1,218,835	\$ 1,383,221	\$ 1,044,896	\$ 1,044,896	\$ 1,044,896	\$ 990,582		
<b>1 REVENUE:</b>								
2 Drainage Fees	\$ 1,617,569	\$ 1,647,676	\$ 1,779,300	\$ 1,245,895	\$ 1,660,943	\$ 1,896,800	\$ 117,500	6.60%
3 Other Revenue	366,839	563,037	5,500	43,783	49,283	5,500	-	0.00%
<b>4 TOTAL REVENUE AND TRANSFERS IN:</b>	<u>\$ 1,984,408</u>	<u>\$ 2,210,713</u>	<u>\$ 1,784,800</u>	<u>\$ 1,289,678</u>	<u>\$ 1,710,226</u>	<u>\$ 1,902,300</u>	<u>\$ 117,500</u>	<u>6.58%</u>
<b>5 EXPENDITURES:</b>								
6 Operations & Maintenance	\$ 940,739	\$ 799,038	\$ 1,361,663	\$ 768,465	\$ 1,124,541	\$ 1,772,287	\$ 400,726	29.43%
7 Cash Funding - CIP	950,000	1,750,000	640,000	640,000	640,000	500,000	(140,000)	-21.88%
<b>8 TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<u>\$ 1,890,739</u>	<u>\$ 2,549,038</u>	<u>\$ 2,001,663</u>	<u>\$ 1,408,465</u>	<u>\$ 1,764,541</u>	<u>\$ 2,272,287</u>	<u>\$ 260,726</u>	<u>13.03%</u>
<b>9 TOTAL REVENUE &amp; TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<u>\$ 93,669</u>	<u>\$ (338,325)</u>	<u>\$ (216,863)</u>	<u>\$ (118,787)</u>	<u>\$ (54,314)</u>	<u>\$ (369,987)</u>		
<b>10 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS</b>	<u>\$ 70,717</u>	<u>\$ -</u>						
<b>11 ESTIMATED ENDING FUND BALANCE</b>	<u>\$ 1,383,221</u>	<u>\$ 1,044,896</u>	<u>\$ 828,033</u>	<u>\$ 926,110</u>	<u>\$ 990,582</u>	<u>\$ 620,595</u>		
12 Required Minimum Fund Balance Per Policy (25%)	\$ 472,685	\$ 637,260	\$ 500,416	\$ 352,116	\$ 441,135	\$ 568,072		
13 \$ Fund Balance in Excess of Minimum Required	\$ 910,537	\$ 407,637	\$ 327,617	\$ 573,993	\$ 549,447	\$ 52,524		
14 % Fund Balance in Excess of Minimum Required	192.63%	63.97%	65.47%	163.01%	124.55%	9.25%		

# 5-YEAR FINANCIAL FORECAST – STORM DRAINAGE UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024

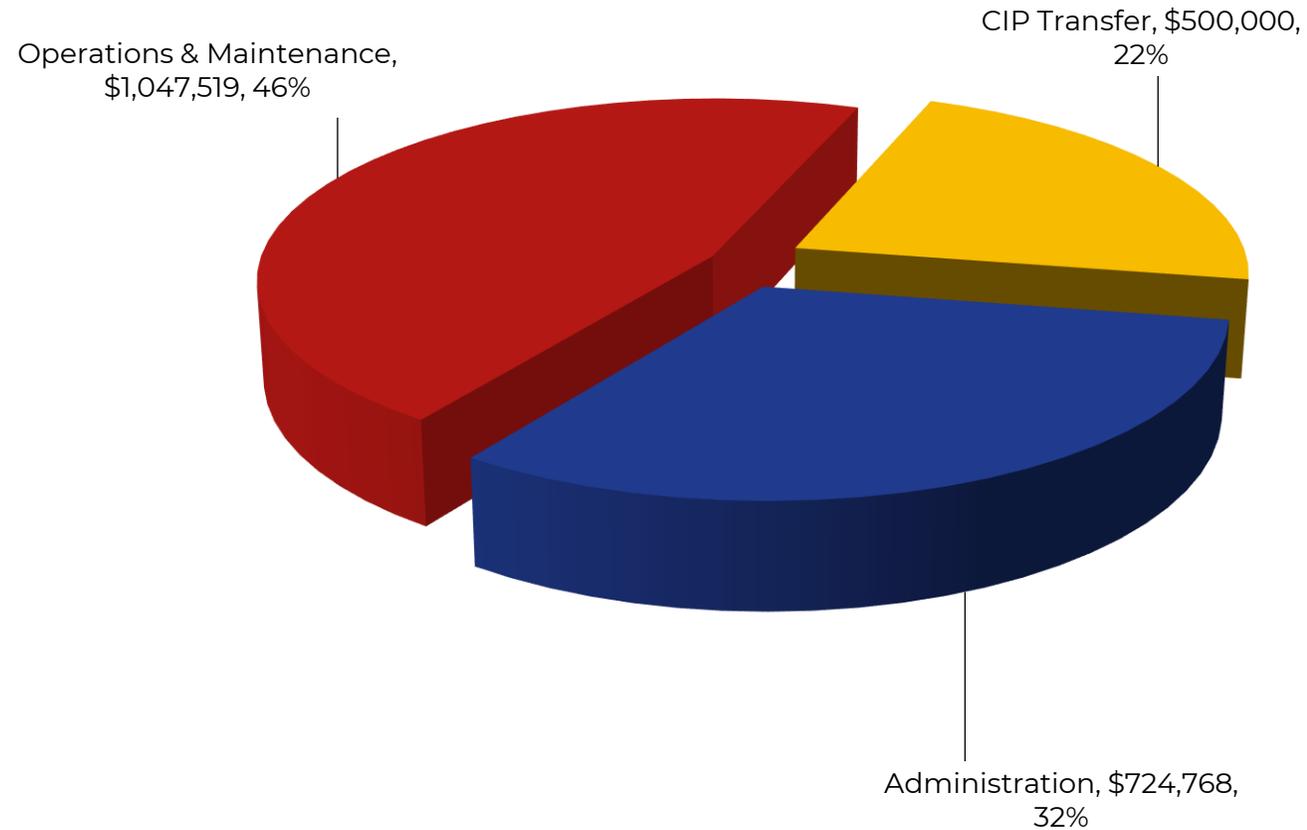
**City of Kyle, Texas**  
**5-Year Financial Forecast - Storm Drainage Utility Fund (Fund 3120)**

	Approved Budget 2022-23	Current Year Estimate 2022-23	5-Year Budget Forecast Period				
			Year 1 2023-2024	Year 2 2024-2025	Year 3 2025-2026	Year 4 2026-2027	Year 5 2027-2028
BEGINNING FUND BALANCE	\$ 1,044,896	\$ 1,044,896	\$ 990,582	\$ 620,595	\$ 676,133	\$ 759,611	\$ 873,637
<b>1 REVENUE:</b>							
2 Drainage Fees	\$ 1,779,300	\$ 1,660,943	\$ 1,896,800	\$ 2,010,608	\$ 2,131,244	\$ 2,259,119	\$ 2,394,666
3 Other Revenue	5,500	49,283	5,500	5,830	6,180	6,551	6,944
<b>4 TOTAL REVENUE AND TRANSFERS IN:</b>	<u>\$ 1,784,800</u>	<u>\$ 1,710,226</u>	<u>\$ 1,902,300</u>	<u>\$ 2,016,438</u>	<u>\$ 2,137,424</u>	<u>\$ 2,265,670</u>	<u>\$ 2,401,610</u>
<b>5 EXPENDITURES:</b>							
6 Operations & Maintenance	\$ 1,361,663	\$ 1,124,541	\$ 1,772,287	\$ 1,860,901	\$ 1,953,946	\$ 2,051,643	\$ 2,154,225
7 Cash Funding - CIP	640,000	640,000	500,000	100,000	100,000	100,000	100,000
<b>8 TOTAL EXPENDITURES &amp; TRANSFERS OUT</b>	<u>\$ 2,001,663</u>	<u>\$ 1,764,541</u>	<u>\$ 2,272,287</u>	<u>\$ 1,960,901</u>	<u>\$ 2,053,946</u>	<u>\$ 2,151,643</u>	<u>\$ 2,254,225</u>
<b>9 TOTAL REVENUE &amp; TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<u>\$ (216,863)</u>	<u>\$ (54,314)</u>	<u>\$ (369,987)</u>	<u>\$ 55,537</u>	<u>\$ 83,478</u>	<u>\$ 114,026</u>	<u>\$ 147,384</u>
<b>10 ADJUSTMENT PER AUDIT FOR RESTRICTED FUNDS</b>							
<b>11 ESTIMATED ENDING FUND BALANCE</b>	<u>\$ 828,033</u>	<u>\$ 990,582</u>	<u>\$ 620,595</u>	<u>\$ 676,133</u>	<u>\$ 759,611</u>	<u>\$ 873,637</u>	<u>\$ 1,021,022</u>
12 Required Minimum Fund Balance Per Policy (25% of Total Requirements)	\$ 500,416	\$ 441,135	\$ 568,072	\$ 490,225	\$ 513,486	\$ 537,911	\$ 563,556
13 \$ Fund Balance in Excess of Minimum Required Per Policy	\$ 327,617	\$ 549,447	\$ 52,524	\$ 185,907	\$ 246,124	\$ 335,727	\$ 457,465
14 % Fund Balance in Excess of Minimum Required Per Policy	65.47%	124.55%	9.25%	37.92%	47.93%	62.41%	81.17%

# REVENUE & TRANSFERS-IN - STORM DRAINAGE UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024 \$1,902,300



# EXPENDITURES & TRANSFERS-OUT - STORM DRAINAGE UTILITY FUND PROPOSED BUDGET FISCAL YEAR 2023-2024 \$2,272,287



# TAX INCREMENT REINVESTMENT ZONE NO. 1 (TIRZ #1)

## Proposed Budget Summary & Highlights

# BUDGET HIGHLIGHTS – TIRZ #1

## PROPOSED BUDGET FISCAL YEAR 2023-2024

- City and County contribute 100.0% of tax increment revenues
- \$2.6 million total tax increment revenues
- \$1.8 million total expenditures
- No administrative or maintenance expenditures proposed
- Only debt service is included in \$1.8 million expenditures
  - Principal and interest due in Fiscal Year 2024

# FUND SUMMARY – TIRZ #1

## PROPOSED BUDGET FISCAL YEAR 2023-2024

	Actual 2020-21	Actual 2021-22	Approved Budget 2022-23	Year to Date w/Encumbrance 6/30/2023	Current Year Estimate 2022-23	CM Proposed Budget 2023-24	Proposed \$ Increase(Decrease) From FY 2022-23 Approved Budget	Proposed % Increase(Decrease) From FY 2022-23 Approved Budget
BEGINNING FUND BALANCE	\$ 57,800	\$ 79,995	\$ (201,209)	\$ (201,209)	\$ (201,209)	\$ 275,842		
<b>Line No.</b>								
REVENUE:								
Property Taxes								
1 Property Taxes - County TIRZ/TIF	\$ 710,518	\$ 685,097	\$ 1,138,100	\$ 804,540	\$ 804,540	\$ 1,138,100	\$ -	0.00%
2 Property Taxes - City's Share of M&O and I&S	1,132,620	856,362	1,495,600	1,495,600	1,495,600	1,495,600	-	0.00%
TOTAL REVENUE AND TRANSFERS IN:	<u>\$ 1,843,138</u>	<u>\$ 1,541,459</u>	<u>\$ 2,633,700</u>	<u>\$ 2,300,140</u>	<u>\$ 2,300,140</u>	<u>\$ 2,633,700</u>	<u>\$ -</u>	<u>0.00%</u>
<b>EXPENDITURES:</b>								
3 2013 GO Refunding Interest	\$ 324,347	\$ 307,478	\$ 290,069	\$ 145,034	\$ 290,069	\$ 272,120	(17,949)	-6.19%
4 2013 GO Refunding Principal	562,313	580,307	598,301		598,301	616,295	17,995	3.01%
5 2016 GO Refunding Interest	166,766	145,609	123,791	67,432	123,791	101,313	(22,478)	-18.16%
6 2016 GO Refunding Principal	694,272	716,262	738,253	738,253	738,253	760,243	21,991	2.98%
7 2020 GO Refunding Interest	12,975	13,228	10,937	5,535	10,937	8,548	(2,389)	-21.84%
8 2020 GO Refunding Principal	60,270	59,780	61,740	8,820	61,740	64,190	2,450	3.97%
TOTAL EXPENDITURES:	<u>\$ 1,820,943</u>	<u>\$ 1,822,663</u>	<u>\$ 1,823,090</u>	<u>\$ 965,074</u>	<u>\$ 1,823,090</u>	<u>\$ 1,822,709</u>	<u>\$ (381)</u>	<u>-0.02%</u>
TOTAL REVENUE & TRANSFERS-IN								
IN EXCESS (DEFICIT) OVER EXPENDITURES	<u>\$ 22,195</u>	<u>\$ (281,203)</u>	<u>\$ 810,610</u>	<u>\$ 1,335,066</u>	<u>\$ 477,050</u>	<u>\$ 810,991</u>	<u>\$ 381</u>	
<b>ESTIMATED ENDING FUND BALANCE</b>	<u>\$ 79,995</u>	<u>\$ (201,209)</u>	<u>\$ 609,402</u>	<u>\$ 1,133,857</u>	<u>\$ 275,842</u>	<u>\$ 1,086,833</u>		

# 5-YEAR FINANCIAL FORECAST – TIRZ #1 FISCAL YEARS 2024-2028

## City of Kyle, Texas 5-Year Financial Forecast - TIRZ #1 (Fund 1520)

	Approved Budget 2022-23	Current Year Estimate 2022-23	5-Year Budget Forecast Period				
			Year 1 2023-2024	Year 2 2024-2025	Year 3 2025-2026	Year 4 2026-2027	Year 5 2027-2028
BEGINNING FUND BALANCE	\$ (201,209)	\$ (201,209)	\$ 275,842	\$ 1,086,833	\$ 2,134,556	\$ 4,164,994	\$ 5,963,861
<b>Line No.</b>							
REVENUE:							
Property Taxes							
1 Property Taxes - County TIRZ/TIF	\$ 1,138,100	\$ 804,540	\$ 1,138,100	\$ 1,251,910	\$ 1,377,101	\$ 1,514,811	\$ 1,666,292
2 Property Taxes - City's Share of M&O and I&S	1,495,600	1,495,600	1,495,600	1,586,682	1,634,283	1,683,311	1,733,810
<b>TOTAL REVENUE AND TRANSFERS IN:</b>	<b>\$ 2,633,700</b>	<b>\$ 2,300,140</b>	<b>\$ 2,633,700</b>	<b>\$ 2,838,592</b>	<b>\$ 3,011,384</b>	<b>\$ 3,198,122</b>	<b>\$ 3,400,103</b>
<b>EXPENDITURES:</b>							
3 2013 GO Refunding Interest	\$ 290,069	\$ 290,069	\$ 272,120	\$ 253,631	\$ 228,260	\$ 201,988	\$ 181,475
4 2013 GO Refunding Principal	598,301	598,301	616,295	634,289	656,781	683,772	706,265
5 2016 GO Refunding Interest	123,791	123,791	101,313	78,129	66,348	66,348	49,636
6 2016 GO Refunding Principal	738,253	738,253	760,243	785,375	-	417,820	-
7 2020 GO Refunding Interest	10,937	10,937	8,548	6,615	5,547	4,827	4,092
8 2020 GO Refunding Principal	61,740	61,740	64,190	32,830	24,010	24,500	25,970
<b>TOTAL EXPENDITURES:</b>	<b>\$ 1,823,090</b>	<b>\$ 1,823,090</b>	<b>\$ 1,822,709</b>	<b>\$ 1,790,869</b>	<b>\$ 980,946</b>	<b>\$ 1,399,255</b>	<b>\$ 967,437</b>
<b>TOTAL REVENUE &amp; TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<b>\$ 810,610</b>	<b>\$ 477,050</b>	<b>\$ 810,991</b>	<b>\$ 1,047,723</b>	<b>\$ 2,030,438</b>	<b>\$ 1,798,867</b>	<b>\$ 2,432,666</b>
<b>ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 609,402</b>	<b>\$ 275,842</b>	<b>\$ 1,086,833</b>	<b>\$ 2,134,556</b>	<b>\$ 4,164,994</b>	<b>\$ 5,963,861</b>	<b>\$ 8,396,527</b>

# TAX INCREMENT REINVESTMENT ZONE NO. 2 (TIRZ #2)

## Proposed Budget Summary & Highlights

# BUDGET HIGHLIGHTS – TIRZ #2

## PROPOSED BUDGET FISCAL YEAR 2023-2024

- City and County contribute 50.0% of tax increment revenues
- \$2.4million total revenues
- \$15.3 million estimated proceeds from new TIRZ bonds
- \$14.6 million total expenditures
  - \$161,003 for operations & Maintenance
  - \$400,000 for annual repayment to General Fund
  - \$507,036 for debt service, principal and interest due in Fiscal Year 2024
  - \$8,000,000 for design & construction of three retail roads
  - \$4,500,000 for design & engineering of three traffic roundabouts (Cromwell, Benner, Sanders)
  - \$1,000,000 for design & construction of a temporary parking lot

# FUND SUMMARY – TIRZ #2

## PROPOSED BUDGET FISCAL YEAR 2023-2024

	Actual 2020-21	Actual 2021-22	Approved Budget 2022-23	Year to Date w/Encumbrance 6/30/2023	Current Year Estimate 2022-23	CM Proposed Budget 2023-24	Proposed \$ Increase(Decrease) From FY 2022-23 Approved Budget	Proposed % Increase(Decrease) From FY 2022-23 Approved Budget
BEGINNING FUND BALANCE	\$ (39,695)	\$ 5,569,874	\$ 3,003,108	\$ 3,003,108	\$ 3,003,108	\$ 10,084,003		
<b>Line No.</b>								
REVENUE:								
Property Taxes								
1 Property Taxes - County TIRZ/TIF	\$ 230,113	\$ 402,122	\$ 1,068,300	\$ 629,334	\$ 629,334	\$ 919,756	\$ (148,544)	-13.90%
2 Property Taxes - City's Share of M&O and I&S	6,511,145	528,468	1,663,800	1,283,448	1,283,448	1,495,745	(168,055)	-10.10%
3 Bond Proceeds	-	-	8,000,000	-	8,000,000	15,330,000	7,330,000	91.63%
<b>TOTAL REVENUE AND TRANSFERS IN:</b>	<u>\$ 6,741,259</u>	<u>\$ 930,591</u>	<u>\$ 10,732,100</u>	<u>\$ 1,912,782</u>	<u>\$ 9,912,782</u>	<u>\$ 17,745,501</u>	<u>\$ 7,013,401</u>	<u>65.35%</u>
EXPENDITURES:								
4 Debt Service	\$ -	\$ -	\$ 700,000	\$ -	\$ -	\$ 507,036	\$ (192,964)	-27.57%
5 TIRZ #2 Operations & Maintenance	97,859	96,473	770,200	94,182	111,274	161,463	(608,737)	-79.04%
6 La Verde Park - Brick and Mortar	1,007,571	2,784,469	905,807	908,334	933,334	-	(905,807)	-100.00%
7 Cultural Trails - Brick and Mortar	26,260	476,827	1,280,241	1,280,241	1,280,241	-	(1,280,241)	-100.00%
8 Retail Roads - TIRZ #2 Bonds	-	-	8,000,000	2,307	2,307	8,000,000	-	0.00%
9 Roundabouts - TIRZ #2 Bonds	-	-	-	-	-	4,500,000	4,500,000	0.00%
10 Temporary Parking Lot Improvements (Planned Cash Funded)	-	-	-	-	-	1,000,000	1,000,000	0.00%
11 Transfer Out - Repayment to General Fund	-	139,588	250,000	250,000	250,000	400,000	150,000	60.00%
<b>TOTAL EXPENDITURES:</b>	<u>\$ 1,131,690</u>	<u>\$ 3,497,356</u>	<u>\$ 11,906,248</u>	<u>\$ 2,535,064</u>	<u>\$ 2,577,156</u>	<u>\$ 14,568,499</u>	<u>\$ 2,662,251</u>	<u>22.36%</u>
<b>TOTAL REVENUE &amp; TRANSFERS-IN IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<u>\$ 5,609,569</u>	<u>\$ (2,566,765)</u>	<u>\$ (1,174,148)</u>	<u>\$ (622,283)</u>	<u>\$ 7,335,626</u>	<u>\$ 3,177,002</u>	<u>\$ 4,351,150</u>	
<b>REQUIRED BOND RESERVE FUND FOR SERIES 2023 TIR BONDS</b>				<b>\$ (254,731)</b>	<b>\$ (254,731)</b>	<b>\$ (254,731)</b>		
<b>ESTIMATED ENDING FUND BALANCE</b>	<u>\$ 5,569,874</u>	<u>\$ 3,003,108</u>	<u>\$ 1,828,961</u>	<u>\$ 2,126,095</u>	<u>\$ 10,084,003</u>	<u>\$ 13,006,274</u>		

# 5-YEAR FINANCIAL FORECAST – TIRZ #2

## FISCAL YEARS 2024-2028

**City of Kyle, Texas**  
**5-Year Financial Forecast - TIRZ #2 (Fund 1530)**

Line No.	Approved Budget 2022-23	Current Year Estimate 2022-23	5-Year Budget Forecast Period					
			Year 1 2023-2024	Year 2 2024-2025	Year 3 2025-2026	Year 4 2026-2027	Year 5 2027-2028	
BEGINNING FUND BALANCE	\$ 3,003,108	\$ 3,003,108	\$ 10,084,003	\$ 13,006,274	\$ 2,580,047	\$ 10,836,983	\$ 7,256,895	
<b>REVENUE:</b>								
Property Taxes								
1	Property Taxes - County TIRZ/TIF	\$ 1,068,300	\$ 629,334	\$ 919,756	\$ 1,057,719	\$ 1,216,377	\$ 1,398,834	\$ 1,608,659
2	Property Taxes - City's Share of M&O and I&S	1,663,800	1,283,448	1,495,745	1,720,107	1,978,123	2,274,841	2,616,067
3	Bond Proceeds	8,000,000	8,000,000	15,330,000	-	10,000,000	-	-
	<b>TOTAL REVENUE AND TRANSFERS IN:</b>	<b>\$ 10,732,100</b>	<b>\$ 9,912,782</b>	<b>\$ 17,745,501</b>	<b>\$ 2,777,826</b>	<b>\$ 13,194,500</b>	<b>\$ 3,673,675</b>	<b>\$ 4,224,726</b>
<b>EXPENDITURES:</b>								
4	Debt Service	\$ 700,000	\$ -	\$ 507,036	\$ 1,501,713	\$ 1,503,463	\$ 2,501,726	\$ 2,996,788
5	TIRZ #2 Operations & Maintenance	770,200	111,274	161,463	177,609	195,370	214,907	236,398
6	La Verde Park - Brick and Mortar	905,807	933,334	-	-	-	-	-
7	Cultural Trails - Brick and Mortar	1,280,241	1,280,241	-	-	-	-	-
8	Retail Roads - TIRZ #2 Bonds	8,000,000	2,307	8,000,000	-	-	-	-
9	Roundabouts - TIRZ #2 Bonds	-	-	4,500,000	10,830,000	-	-	-
10	Temporary Parking Lot Improvements (Planned Cash Funded)	-	-	1,000,000	-	-	-	-
11	Parking Garage (Planned TIRB Series 2026)	-	-	-	-	2,500,000	3,750,000	3,750,000
12	Transfer Out - Repayment to General Fund	250,000	250,000	400,000	440,000	484,000	532,400	585,640
	<b>TOTAL EXPENDITURES:</b>	<b>\$ 11,906,248</b>	<b>\$ 2,577,156</b>	<b>\$ 14,568,499</b>	<b>\$ 12,949,322</b>	<b>\$ 4,682,833</b>	<b>\$ 6,999,033</b>	<b>\$ 7,568,825</b>
	<b>TOTAL REVENUE &amp; TRANSFERS-IN</b>							
	<b>IN EXCESS (DEFICIT) OVER EXPENDITURES</b>	<b>\$ (1,174,148)</b>	<b>\$ 7,335,626</b>	<b>\$ 3,177,002</b>	<b>\$ (10,171,496)</b>	<b>\$ 8,511,667</b>	<b>\$ (3,325,358)</b>	<b>\$ (3,344,099)</b>
	<b>REQUIRED BOND RESERVE FUND FOR SERIES 2023 TIR BONDS</b>		<b>\$ (254,731)</b>	<b>\$ (254,731)</b>	<b>\$ (254,731)</b>	<b>\$ (254,731)</b>	<b>\$ (254,731)</b>	<b>\$ (254,731)</b>
	<b>ESTIMATED ENDING FUND BALANCE</b>	<b>\$ 1,828,961</b>	<b>\$ 10,084,003</b>	<b>\$ 13,006,274</b>	<b>\$ 2,580,047</b>	<b>\$ 10,836,983</b>	<b>\$ 7,256,895</b>	<b>\$ 3,658,064</b>

PROPOSED 5-YEAR  
CAPITAL IMPROVEMENTS PLAN  
FISCAL YEARS 2024 to 2028

# Summary of Proposed 5-Year Capital Improvements Plan

- 1. 5-Year CIP Spending Plan Covers = FY 2024 to FY 2028
- 2. Number of Proposed Projects = 141
- 3. Proposed CIP Spending Plan = \$682.6 Million
- 4. Funded CIP Spending Plan (Estimated) = \$466.5 Million or 68.3%
- 5. Unfunded CIP Spending Plan (Estimated) = \$216.1 Million or 31.7%

	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
5-Year Spending Plan 2024-2028	\$176.6	\$138.9	\$125.5	\$125.0	\$116.7	\$682.6

# Proposed 5-Year Capital Improvements Plan Fiscal Years 2024-2028 (\$ In Millions)

Funding Source	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
1. General Fund	\$15.1	\$14.7	\$16.8	\$13.1	\$15.0	\$74.7
2. Park Development Fund	\$5.5	\$1.0	\$0.2	\$0.2	\$0.2	\$7.1
3. Water Utility Fund	\$0.5	\$0.5	\$0.5	\$0.5	\$0.5	\$2.5
4. Water Impact Fee Fund	\$20.9	\$12.2	\$6.5	\$2.5	\$0.5	\$42.6
5. Wastewater Utility Fund	\$0.7	\$0.5	\$0.5	\$0.5	\$0.5	\$2.7
6. Wastewater Impact Fee Fund	\$14.2	\$21.9	\$5.4	\$3.4	\$0.2	\$45.1
7. Storm Drainage Utility Fund	\$0.5	\$0.5	\$0.5	\$0.5	\$0.5	\$2.5
8. Street Rehabilitation Fund	\$1.0	\$1.0	\$3.0	\$1.0	\$1.0	\$7.0
9. TIRZ #2 Fund	\$13.5	\$10.8	\$2.5	\$3.8	\$3.8	\$34.4
Continued...						

# Proposed 5-Year Capital Improvements Plan Fiscal Years 2024-2028 (\$ In Millions)

Funding Source	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028	Total
10. Transportation Fund	-	\$2.6	-	\$6.6	-	\$9.2
11. ARPA Grant Fund	\$12.0	-	-	-	-	\$12.0
12. TxDOT Grant Fund	\$24.3	\$12.6	\$6.6	-	-	\$43.5
13. 2008 GO Bond Fund	\$1.4	-	-	-	-	\$1.4
14. 2020 GO Bond Fund (Parks)	\$8.9	-	-	-	-	\$8.9
15. County's Matching Funds (Parks)	\$8.9	-	-	-	-	\$8.9
16. 2022 GO Bond Fund	\$46.6	\$58.0	\$58.0	\$58.0	\$58.3	\$278.9
17. Future CO Bond Fund (WWTP)	\$2.5	\$2.5	\$25.5	\$35.0	\$36.3	\$101.3
5-Year Spending Plan 2024-2028	\$176.5	\$138.9	\$125.5	\$125.0	\$116.7	\$682.6

# Highlights of Proposed 5-Year CIP Fiscal Years 2024-2028 (\$ In Millions)

	Project Description	Cash	Bonds	Other	Total
1.	Downtown Redevelopment Program	\$10.5	-	-	\$10.5
2.	Community Center Facility Project (Multi-Purpose Facility)	\$1.3	-	-	\$1.3
3.	Goforth Road Reconstruction (Casetta Ranch Roundabout to Bebee Road)	\$1.1	-	-	\$1.1
4.	Heidenreich Road Reconstruction (From FM 150 to Hays County Bridge)	\$1.2	-	-	\$1.2
5.	Street Rehabilitation Program (Public Works)	\$5.0	-	-	\$5.0
6.	Street Micro Surfacing Program (Citywide)	\$2.5	-	-	\$2.5
7.	Dacy Lane Illumination Project	\$1.0	-	-	\$1.0
8.	Traffic Control Improvements	\$7.1	-	-	\$7.1
9.	Kohlers Crossing Illumination	\$1.3	-	-	\$1.3
10.	Kohlers Crossing Rehabilitation (FM 2770 to I-35 Frontage)	\$2.0	-	-	\$2.0
	Continued...				

# Highlights of Proposed 5-Year CIP Fiscal Years 2024-2028 (\$ In Millions)

	Project Description	Cash	Bonds	Other	Total
11.	Property Acquisition Program	\$10.0	-	-	\$10.0
12.	Property Acquisition – For Future Park Development	\$4.0	-	-	\$4.0
13.	Fire Station Property Acquisition/Renovation	\$13.4	-	\$10.0	\$23.4
14.	Citywide Beautification Program	\$5.0	-	-	\$5.0
15.	Festive Lighting in City Parks	\$1.0	-	-	\$1.0
16.	Regional Sportsplex (50% Paid By Hays County)	-	\$14.0	-	\$14.0
17.	Plum Creek Trail Improvements (50% Paid By Hays County)	-	\$3.8	-	\$3.8
18.	Bike BMX Park	\$1.0	-	-	\$1.0
19.	Parking Lot Improvements at City Parks (5)	\$2.0	-	-	\$2.0
20.	Various Improvements at City Parks	\$2.1	-	-	\$2.1
21.	TIRZ #2 CIPs (Retail Roads, Roundabouts, Parking Garage)	\$1.0	\$8.0	\$25.3	\$34.3
	Continued...				

# Highlights of Proposed 5-Year CIP Fiscal Years 2024-2028 (\$ In Millions)

	Project Description	Cash	Bonds	Other	Total
22.	2022 Road Bond Program	-	\$278.8	-	\$278.8
23.	Additional Lane on IH-3 Southbound Frontage Road	\$2.9	-	-	\$2.9
24.	Water System Improvements	\$32.1	-	\$12.9	\$45.0
25.	Wastewater Treat Plant Expansion (From 4.5MGD to 9.0MGD)	-	-	\$101.3	\$101.3
26.	Wastewater System Improvements	\$ 32.0	-	\$15.7	\$47.7
27.	Demolition of PD Building (111 N. Front St.)	-	\$1.3	-	\$1.3
28.	Vybe Trail System For Plum Creek Trail Segment From Abundance Lane to N. Burleson Street (TxDOT Grant Application Pending)	-	-	\$13.8	\$13.8
29.	FM 150 E. Shared Use Path From Lehman Road to Hwy. 21 (TxDOT Grant Application Pending)	-	-	\$21.2	\$21.2
	Continued...				

# Highlights of Proposed 5-Year CIP Fiscal Years 2024-2028 (\$ In Millions)

	Project Description	Cash	Bonds	Other	Total
30.	FM 1626 Pedestrian Overpass at UPRR Crossing West of Marketplace Avenue (TxDOT Grant Application Pending)	-	-	\$8.5	\$8.5
31.	Eastside Retail Infrastructure Plan (Goforth Road Design/Wiegand Tract)	\$2.0	-	-	\$2.0
32.	Eastside Retail Infrastructure Plan (Water Line Design/Wiegand Tract)	\$1.0	-	-	\$1.0
33.	Eastside Retail Infrastructure Plan (Wastewater Line Design/Wiegand Tract)	\$1.0	-	-	\$1.0
34.	Wastewater Treatment Plant Beautification	\$75,000	-	-	\$75,000
35.	Waterleaf Park Irrigation Improvements	\$75,000	-	-	\$75,000
36.	Rainwater Collection Barrel Program (Operating Budget)	\$25,000	-	-	\$25,000

# TOTAL OUTSTANDING BOND DEBT

## Current & Projected Debt By Repayment Source

# Projected Outstanding Bond Debt (\$ in Millions)

Supporting Debt	Principal Balance 9-30-2023	Percent of Total 9-30-2023	Principal Balance 9-30-2024	Percent of Total 9-30-2024	Change In Principal Balance
Property Tax	\$110.2M	69.0%	\$135.5M	65.8%	\$25.3M
Water Utility Fund	\$ 2.2M	1.4%	\$ 2.1M	1.0%	(\$ 0.1M)
Wastewater Utility Fund	\$ 27.3M	17.1%	\$ 35.1M	17.0%	\$ 7.8M
TIRZ #1	\$ 11.7M	7.3%	\$ 11.0M	5.3%	(\$ 0.7M)
TIRZ #2	\$ 8.3M	5.2%	\$ 22.2M	10.8%	\$ 13.9M
Total Projected Outstanding Bond Debt:	\$159.7M	100.0%	\$205.9M	100.0%	\$46.2M

# Projected Debt Position General Fund

	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
GF Debt Position	\$110.2M	\$146.3M	\$169.5M	\$206.3M	\$264.4M	\$319.1M
<u>Add</u> : Projected New GO Bond Issuance	\$45.0M	\$ 34.0M	\$ 50.0M	\$75.0M	\$ 75.0M	\$24.0M
<u>(Less)</u> : Projected Principal Payoff	(\$8.9M)	(\$10.8M)	(\$13.2M)	(\$16.9M)	(\$20.4M)	(\$20.6M)
Net Projected GF Debt Position:	\$146.3M	\$169.5M	\$206.3M	\$264.4M	\$319.1M	\$322.5M

# NEW FEES PROPOSED

Proposed Budget  
Fiscal Year 2023-2024

# New Fees Included in Proposed Budget Fiscal Year 2023-2024

Description of New Fee	Department	Fee Amount
1. Temporary Certificate of Occupancy Fee	Building Inspection	\$750.00 per 30 days
2. Pool Rental Add-on Fee (Volleyball Net/Basketball Goals)	Parks & Recreation	\$45.00
3. Construction Inspection Fee Base Fee Plus 1.5% per acre for review Plus 2.0% per acre for inspection	Planning	\$5,000.00 \$900.00 per acre \$1,200.00 per acre
4. Tree Replacement Fee	Planning	\$300.00 per caliper inch up to \$2,000.00 per S/F dwelling unit.
Continued...		

# New Fees Included in Proposed Budget Fiscal Year 2023-2024

Description of New Fee	Department	Fee Amount
5. Development Agreement Fee Base Fee Plus Deposit for Legal Review Amendment to Development Agreement	Planning	\$3,000.00 \$15,000.00 \$1,500.00 per amendment
6. Backflow Prevention Assembly Tester (BPAT) Annual Registration Fee	Public Works	\$100.00 per year
7. Backflow Assembly Testing Fee	Public Works	\$40.00 per test
8. Meter Technician's Trip Charge: When Homebuilder Schedules New Water Meter Installation & Meter Box Is Not Ready	Finance/Utility Billing	\$150.00 per trip

# ALL OTHER CITY FUNDS

## Proposed Budget Summary & Highlights

# All Other City Funds

**\$169,049,836 in total proposed expenditures for all 46 other City Funds**

## **Examples of Other City Funds include:**

• Debt Service Fund	\$13,008,737
• TIRZ #1 Fund	\$1,822,709
• TIRZ #2 Fund	\$14,168,039
• Park Development Fund	\$5,807,000
• Hotel Occupancy Tax Fund	\$220,000
• General Fund CIP	\$15,122,100
• Storm Drainage CIP Fund	\$500,000
• Street Rehabilitation Fund	\$1,000,000
• American Rescue Plan Act Fund	\$12,000,000
• Water Impact Fee Fund	\$20,845,000
• Wastewater Impact Fee Fund	\$14,225,000
• Future CO Bond Fund (for WWTP)	\$2,500,000
• 2020 GO Bond Fund	\$17,824,222
• 2022 GO Bond Fund	\$46,563,815

A complete listing of all other City Funds and preliminary expenditure details are provided in the budget document.

# Next Steps

- **Tuesday, August 15, 2023 - Budget Work Session #4 (7:00 p.m.)**
  - Public Hearing on Budget & Tax Rates
  - 1st Reading: Adoption of Property Tax Rate and Budget Ordinances
- **Thursday, August 24, 2023 - Council Budget Work Session #5 (6:00 p.m.)**
  - Public Hearing on Budget & Tax Rates
  - 2nd Reading: Adoption of Property Tax Rate and Budget Ordinances