

# CITY OF BROWNWOOD

## BUDGET PRESENTATION FY 2019/2020

### Timeline – FY 2019-2020 Budget

- May 6 – Distributed budget worksheets to department heads.
- May 14 – Pre-budget workshop with City Council to receive direction and priorities.
- June 7 – Received budget requests from department heads. Preliminary budget prepared.
- June 25-July 3 – Administrative budget meetings with City Manager, Finance and department heads.
- July 30 – published City Manager proposed budget.
- August 1 & 6 – Budget workshops with City Council.
- August 22 – published City Council revised budget.
- August 27 – hold public hearing on budget.

## Revenue Factors

- The property tax rate will remain unchanged at \$.7869 per \$100 valuation.
- The effective tax rate, which will raise the same level of revenue as the prior year after adjustments, is \$.7602. As a result, we will be advertising an increase in tax revenue of 3.4%.

## Revenue Factors

- We are proposing an increase of \$3.00 per month to the water base rate for a  $\frac{3}{4}$ " residential meter with proportional increases for larger meters.
- No increases are being proposed in the water consumption rate.

COMPARISON OF WATER USEAGE RATES AMONG TEXAS CITIES (LISTED BY RESIDENTIAL RATES FOR 10,000 GALLONS)								
MAY 2019								
		Residential		Water		Commercial		
Population Group	City	Fee	For	Total	Average	Fee	For	
City Name	Population	5,000 Gal.	10,000 Gal.	Customers	Usage	50,000 Gal.	200,000 Gal.	
1	WEATHERFORD	30,654	68.55	<b>110.65</b>	11,900	3,897	537.97	1,655.67
2	EARLY	2,991	64.75	<b>106.50</b>	1,340	4,326	476.50	1,864.00
3	CLEBURNE	30,400	52.53	<b>82.53</b>	11,200	5,000	322.53	1,222.53
4	SAN ANGELO	100,702	51.18	<b>81.33</b>	34,907	5,630	376.17	1,343.67
5	SWEETWATER	10,943	40.86	<b>79.31</b>	4,412	4,151	385.04	1,474.04
6	MINERAL WELLS	14,962	41.64	<b>77.54</b>	6,321	5,000	379.01	1,210.01
7	BIG SPRING	28,862	44.25	<b>63.00</b>	8,480	8,000	199.00	979.50
8	ABILENE	122,225	33.25	<b>59.85</b>	43,314	6,000	349.38	1,211.88
9	BROWNWOOD	19,268	41.14	<b>57.05</b>	7,392	7,480	259.99	737.27
10	STEPHENVILLE	20,797	32.75	<b>54.50</b>	6,340	9,080	307.26	959.76
11	BELTON	21,734	28.10	<b>46.60</b>	7,032	6,000	194.60	746.60
12	ANDREWS	13,333	25.57	<b>39.02</b>	4,456	7,680	175.72	777.22
AVERAGE		43.71	71.49				330.26	1,181.85
MEDIAN		41.39	70.27				335.96	1,210.95
<b>BROWNWOOD</b>		<b>41.14</b>	<b>57.05</b>				<b>259.99</b>	<b>737.27</b>

## Revenue Factors

- We are proposing a 3% increase in the sewer rate. This would increase the monthly minimum from \$26.88 to \$27.68, an increase of 80¢ per month.
- We are proposing a 3% increase in the sanitation rate. This would increase the monthly residential fee from \$21.74 to \$22.39, an increase of 65¢ per month.
- We are proposing a \$2.00 per ton increase in the landfill gate rate from \$42 per ton to \$44.

COMPARISON OF SEWER RATES AMONG TEXAS CITIES (LISTED BY RESIDENTIAL RATES FOR 10,000 GALLONS)						
MAY 2019						
		Residential		Sewer-----	--Commercial	
		-----Fee	For-----	Total	-----Fee	For-----
Population Group	City	5,000 Gal.	10,000 Gal.	Customers	50,000 Gal.	200,000 Gal.
City Name	Population					
1 WEATHERFORD	30,654	37.00	<b>75.65</b>	10,950	384.83	1,544.24
2 MINERAL WELLS	14,962	41.10	<b>71.35</b>	5,712	322.67	1,257.17
3 SWEETWATER	10,943	40.83	<b>56.08</b>	3,940	204.91	593.41
4 BELTON	21,734	29.00	<b>54.00</b>	5,253	254.00	1,004.00
5 CLEBURNE	30,400	31.88	<b>51.18</b>	10,950	205.58	784.58
6 SAN ANGELO	100,702	32.50	<b>50.70</b>	29,487	215.21	761.21
7 EARLY	2,991	26.90	<b>47.90</b>	1,228	168.40	603.40
8 STEPHENVILLE	20,797	28.00	<b>46.50</b>	6,115	194.50	749.50
9 BROWNWOOD	19,288	26.88	<b>44.92</b>	6,900	224.58	898.40
10 BIG SPRING	28,862	20.50	<b>28.00</b>	7,836	120.00	420.00
11 ABILENE	122,225	19.75	<b>27.50</b>	39,331	92.50	322.00
12 ANDREWS	13,333	15.00	<b>15.00</b>	4,657	54.00	54.00
AVERAGE		29.11	47.40		203.43	749.33
MEDIAN		28.50	49.30		205.25	755.36
<b>BROWNWOOD</b>		<b>26.88</b>	<b>44.92</b>		<b>224.58</b>	<b>898.40</b>

## IMPACT TO AN AVERAGE RESIDENCE

- Water Base \$3.00
- Sewer .80
- Sanitation .65
- Total monthly increase \$4.45

## Expense Factors

- Major changes on the expense side include the following:
  - 2% pay raise for non-civil service employees - \$204,290.
  - Pay raises for Police and Fire civil service employees - \$124,170.
  - Automated meter reader software, hardware and additional meters (5 year phase-in) - \$100,000.

## Expense Factors

- Fleet Replacement
  - Enterprise lease program phase two - \$74,062
  - Enterprise lease program, year two of phase one - \$66,232
- Fire – additional capital expenses, primarily for safety related equipment - \$115,178.
- Landfill – guaranteed buyback for a D8 Dozer of \$175,000. This is offset on the revenue side for the payment from the vendor.

## Potential Tax Note

- This budget included cuts of \$1,127,300 for facility improvements that are needed and were requested by department heads. We will be proposing a tax note in the upcoming year to fund some or all of these costs. These include items that we have been discussing such as resurfacing the Camp Bowie Aquatic Center pool, remodeling at Fire Station 2, and replacement of the HVAC system at the Coliseum.
- We will begin the process of sizing a potential tax note in November or December with funding to take place during FY 19/20 and the first payment in FY 20/21.

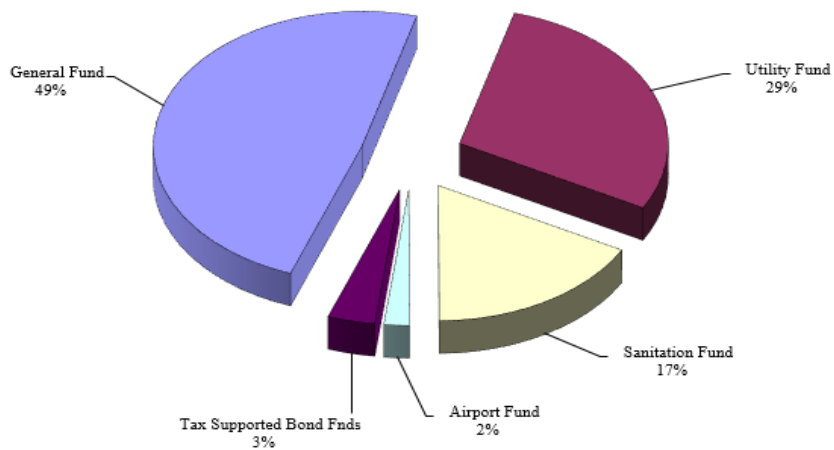
### CITY OF BROWNWOOD BUDGET TOTALS

	FY 18/19 ADOPTED	FY 19/20 COUNCIL PROPOSED	AMOUNT CHANGED	% CHANGED
<b>FUND SOURCES:</b>				
General Fund	17,106,486	17,662,538	556,052	3.25%
Utility Fund	10,404,480	10,406,004	1,524	0.01%
Sanitation Fund	5,752,105	6,173,000	420,895	7.32%
Airport Fund	634,000	711,000	77,000	12.15%
Tax Supported Bond Fnds	1,358,194	1,328,326	(29,868)	-2.20%
Trans Reserves-Bonus	86,000	-	(86,000)	-100.00%
<b>Total Revenue</b>	<b><u>35,341,265</u></b>	<b><u>36,280,868</u></b>	<b><u>939,603</u></b>	<b><u>2.66%</u></b>
<b>FUND USES:</b>				
General Fund	19,126,717	19,898,993	772,276	4.04%
Utility Fund	9,000,382	9,022,710	22,328	0.25%
Sanitation Fund	4,839,282	5,026,117	186,835	3.86%
Airport Fund	1,016,690	1,004,722	(11,968)	-1.18%
Tax Supported Bond Fnds	1,358,194	1,328,326	(29,868)	-2.20%
<b>Total Expenses</b>	<b><u>35,341,265</u></b>	<b><u>36,280,868</u></b>	<b><u>939,603</u></b>	<b><u>2.66%</u></b>
<b>Net Budget Balance</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	

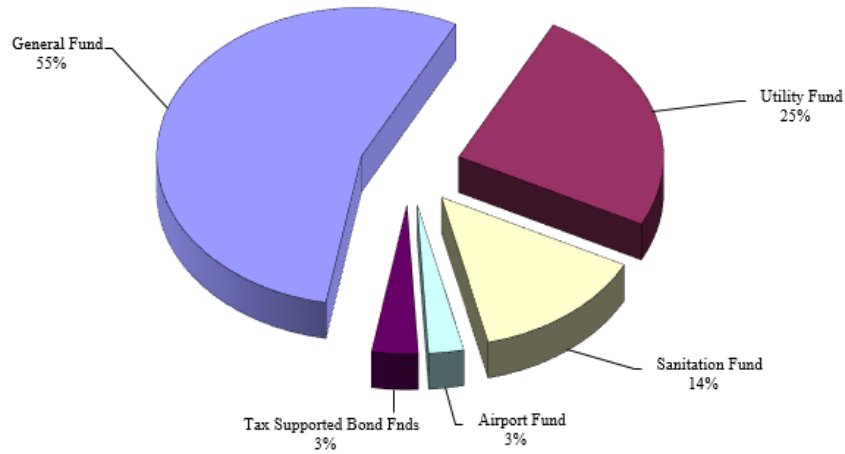
**CITY OF BROWNWOOD  
BUDGET TOTALS BY FUND**

	FY 18/19 ADOPTED	FY 19/20 COUNCIL PROPOSED	AMOUNT CHANGED	% CHANGED
<b>GENERAL FUND</b>				
Revenue	17,106,486	17,662,538	556,052	3.25%
Expenditures	19,126,717	19,898,993	772,276	4.04%
Net Deficit	<u>(2,020,231)</u>	<u>(2,236,455)</u>	<u>(216,224)</u>	
<b>UTILITY FUND</b>				
Revenue	10,404,480	10,406,004	1,524	0.01%
Expenses	9,000,382	9,022,710	22,328	0.25%
Net Surplus (Deficit)	<u>1,404,098</u>	<u>1,383,294</u>	<u>(20,804)</u>	
<b>SANITATION FUND</b>				
Revenue	5,752,105	6,173,000	420,895	7.32%
Expenses	4,839,282	5,026,117	186,835	3.86%
Net Surplus	<u>912,823</u>	<u>1,146,883</u>	<u>234,060</u>	
<b>AIRPORT FUND</b>				
Revenue	634,000	711,000	77,000	12.15%
Expenses	1,016,690	1,004,722	(11,968)	-1.18%
Net Deficit	<u>(382,690)</u>	<u>(293,722)</u>	<u>88,968</u>	

**Total Budgeted Revenue by Fund FY 19-20**



### Total Budgeted Expenses by Fund FY 19/20



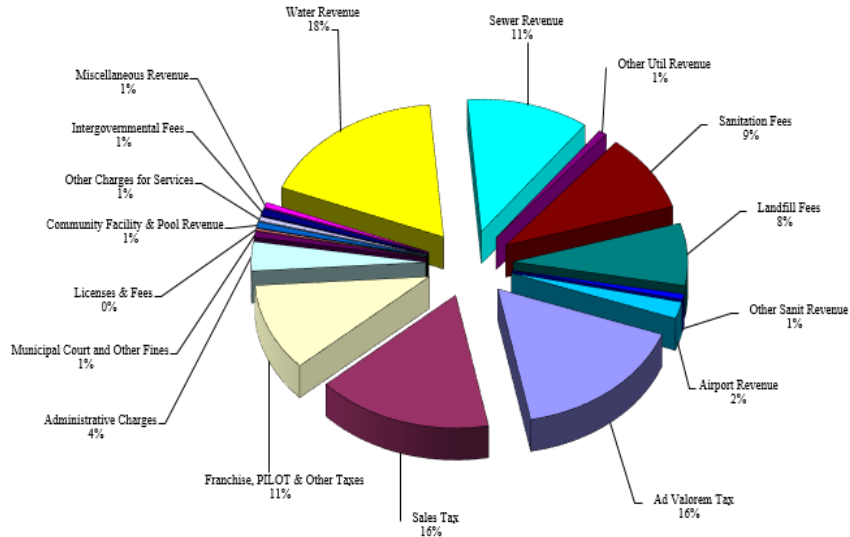
REVENUE	FY 18/19 ADOPTED	FY 19/20 COUNCIL PROPOSED	Amount Change	% Change
<b>General Fund Revenue</b>				
Ad Valorem Tax	5,458,581	5,740,239	281,658	5.16%
Sales Tax	5,580,000	5,705,358	125,358	2.25%
Franchise, PILOT & Other Taxes	3,658,900	3,720,100	61,200	1.67%
Administrative Charges	1,241,600	1,241,604	4	0.00%
Municipal Court and Other Fines	250,000	249,000	(1,000)	-0.40%
Licenses & Fees	77,000	78,000	1,000	1.30%
Community Facility & Pool Revenue	239,500	244,500	5,000	2.09%
Other Charges for Services	182,300	179,600	(2,700)	-1.48%
Intergovernmental Fees	298,605	295,547	(3,058)	-1.02%
Miscellaneous Revenue	120,000	208,590	88,590	73.83%
<b>Total General Fund Revenue</b>	<u>17,106,486</u>	<u>17,662,538</u>	<u>556,052</u>	3.25%
<b>Utility Fund Revenue</b>				
Water Revenue	6,027,766	6,162,210	134,444	2.23%
Sewer Revenue	4,138,414	3,975,794	(162,620)	-3.93%
Other Util Revenue	238,300	268,000	29,700	12.46%
<b>Total Utility Fund Revenue</b>	<u>10,404,480</u>	<u>10,406,004</u>	<u>1,524</u>	0.01%
<b>Sanitation Fund Revenue</b>				
Sanitation Fees	3,200,000	3,296,000	96,000	3.00%
Landfill Fees	2,350,000	2,649,895	299,895	12.76%
Other Sanit Revenue	202,105	227,105	25,000	12.37%
<b>Total Sanitation Fund Revenue</b>	<u>5,752,105</u>	<u>6,173,000</u>	<u>420,895</u>	7.32%
<b>Airport Revenue</b>	<u>634,000</u>	<u>711,000</u>	<u>77,000</u>	12.15%



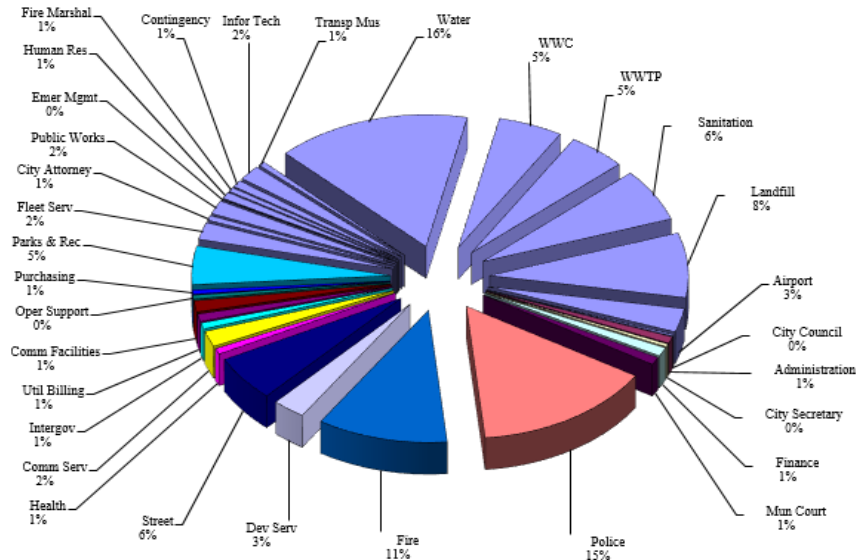
<b>EXPENSES</b>	<b>FY 18/19</b>	<b>FY 19/20</b>	<b>Amount</b>	<b>%</b>
	<b>ADOPTED</b>	<b>COUNCIL PROPOSED</b>	<b>Change</b>	<b>Change</b>
<b>General Fund Expenditures</b>				
City Council	58,677	59,172	495	0.84%
Administration	268,633	278,402	9,769	3.64%
City Secretary	112,878	112,932	54	0.05%
Finance	370,499	370,344	(155)	-0.04%
Mun Court	324,976	322,892	(2,084)	-0.64%
Police	5,091,301	5,126,510	35,209	0.69%
Fire	3,590,458	3,705,636	115,178	3.21%
Dev Serv	883,827	934,571	50,744	5.74%
Street	1,896,446	1,946,410	49,964	2.63%
Health	277,258	247,755	(29,503)	-10.64%
Comm Serv	631,550	664,589	33,039	5.23%
Intergov	252,657	257,657	5,000	1.98%
Util Billing	306,900	314,560	7,660	2.50%
Comm Facilities	457,440	473,482	16,042	3.51%
Oper Support	165,711	157,369	(8,342)	-5.03%
Purchasing	179,490	181,836	2,346	1.31%
Parks & Rec	1,620,632	1,639,117	18,485	1.14%
Fleet Serv	718,849	724,900	6,051	0.84%
City Attorney	202,889	203,682	793	0.39%
Public Works	594,400	576,900	(17,500)	-2.94%
Emer Mgmt	21,260	23,850	2,590	12.18%
Human Res	287,453	280,355	(7,098)	-2.47%
Fire Marshal	147,735	182,486	34,751	23.52%
Contingency	(100,000)	293,422	393,422	-393.42%
Infor Tech	581,833	634,321	52,488	9.02%
Transp Mus	182,965	185,843	2,878	1.57%
<b>Total Expenditures</b>	<b>19,126,717</b>	<b>19,898,993</b>	<b>772,276</b>	<b>4.04%</b>

<b>EXPENSES (page 2)</b>	<b>FY 18/19</b>	<b>FY 19/20</b>	<b>Amount</b>	<b>%</b>
	<b>ADOPTED</b>	<b>PROPOSED</b>	<b>Change</b>	<b>Change</b>
<b>Utility Fund Expenses</b>				
Water	5,539,950	5,540,043	93	0.00%
WWC	1,795,321	1,828,411	33,090	1.84%
WWTP	1,665,111	1,654,256	(10,855)	-0.65%
<b>Total Expenses</b>	<b>9,000,382</b>	<b>9,022,710</b>	<b>22,328</b>	<b>0.25%</b>
<b>Sanitation Fund Expenses</b>				
Sanitation	2,226,784	2,259,494	32,710	1.47%
Landfill	2,612,498	2,766,623	154,125	5.90%
<b>Total Expenses</b>	<b>4,839,282</b>	<b>5,026,117</b>	<b>186,835</b>	<b>3.86%</b>
<b>Airport</b>	<b>1,016,690</b>	<b>1,004,722</b>	<b>(11,968)</b>	<b>-1.18%</b>

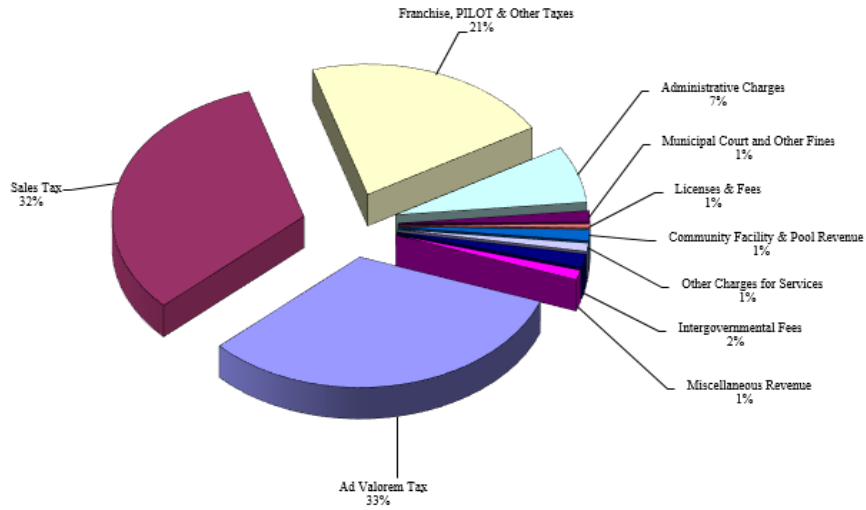
### Revenues FY 19/20



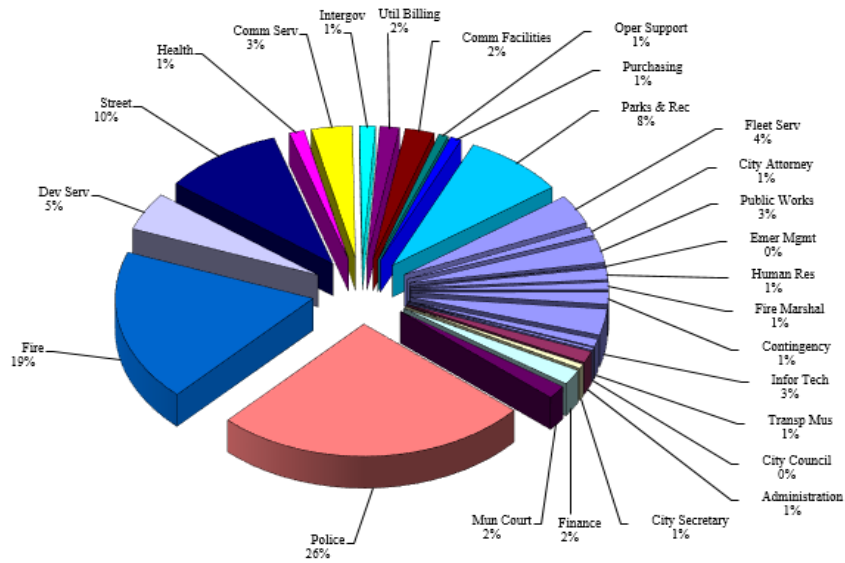
### Expenses FY 19/20



### General Fund Revenues FY 19/20



### General Fund Expenses FY 19/20



## CITY OF BROWNWOOD

1. RECEIVE PUBLIC INPUT
2. CLOSE PUBLIC HEARING

## CITY OF BROWNWOOD

SCHEDULE DATES TO  
ADOPT BUDGET