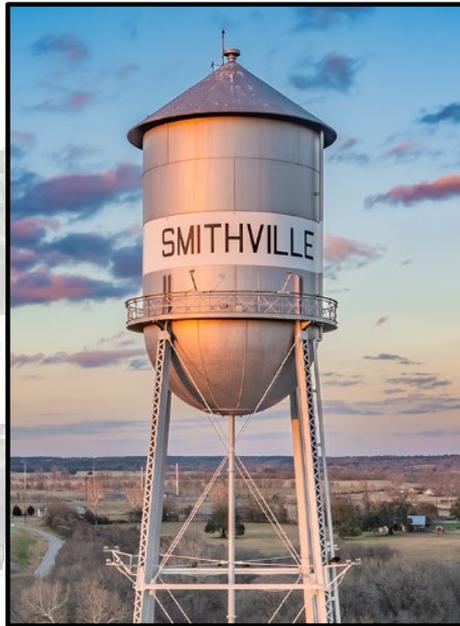


City of Smithville Special-Called Council Meeting / Budget Workshop #4



Wednesday, August 21, 2024

Special-Called Council Meeting / FY24-25 Preliminary Budget Workshop #4



Special-Called Council Meeting / Budget Workshop #4

Wednesday, August 21, 2024

Agenda:

- Innovation Center Construction Contract
- Workshop #3 Action Item Review / Changes
- FY24-25 Budget Overview
 - Budget Drivers / History
 - Cost Cutting Measures
 - COLA Analysis / Discussion
 - 2023 Tax Note Re-allocation
 - Tax Rate Discussion
- Citizen Comments
- Summary / Next Steps



City of Smithville Special-Called Council Meeting / Budget Workshop #4



Innovation Center Construction Contract

City of Smithville Budget Workshop #4

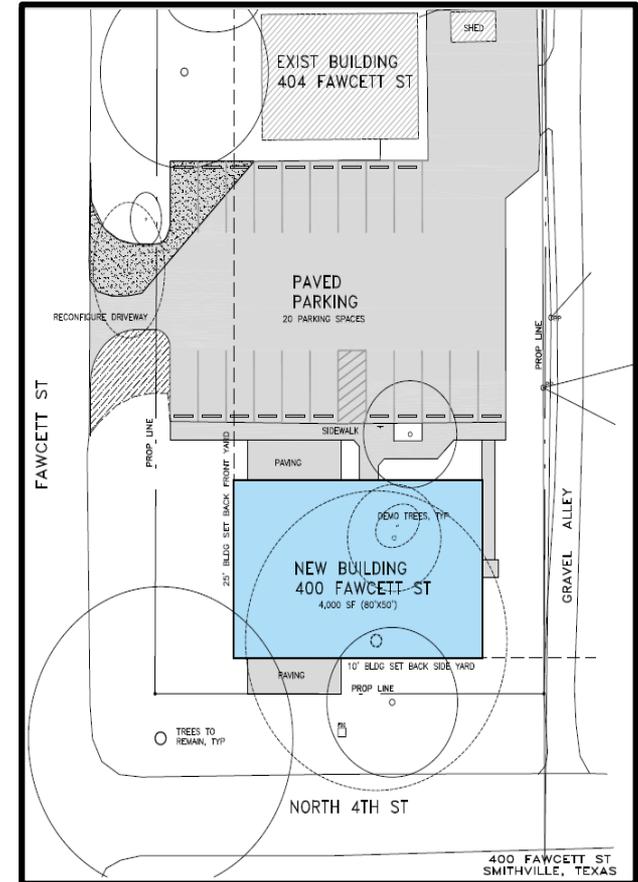
Wednesday, August 21, 2024

SWTC Innovation Center Construction Contract:

- \$1M TDA Grant to Construct Innovation Center awarded in June 2023 with 10% match (funded by 2022 Tax Note). Grant expires **July 2025**.
- The lowest construction bid (**Hodges Construction Services**) has come in **\$447k** higher than the \$890k allocated funding. Bid expires **8/31/24**.

	Contractor	HCS, Inc.	Trimbuilt	Noble	Hodges
Base Bid	3,300 ft2 Building	\$1,452,740	\$1,400,000	\$1,297,000	\$1,095,000
Add Alt #1	Stormwater Collection	\$117,200	\$123,884	\$82,000	\$89,500
Add Alt #2	4,000 ft2 Building	\$166,284	\$157,518	\$172,000	\$132,000
Add Alt #3	Chip Seal Existing Drive	\$48,600	(\$3,737)	\$0	\$2,200
Add Alt #4	Chip Seal Entire Lot	\$0	(\$4,982)	\$0	\$19,020
	Contract Time	385 Days	240 Days	154 Days	150 Days
	Total	\$1,784,824	\$1,672,683	\$1,551,000	\$1,337,720

- Will need to leverage alternate funding sources (e.g., TDA, 2023 Tax Note, SBA Loan, etc.) to make up the difference.



City of Smithville Special-Called Council Meeting / Budget Workshop #4



Action Item Review

City of Smithville Budget Workshop #4

Wednesday, August 21, 2024

Workshop #1 Action Item Review:

- Eleven (11) Action Items Assigned by City Council.
- 64% of Action Items (7 of 11) have been “CLOSED”.
- Remaining Items to be completed by 9/4/24.

City of Smithville FY24-25 Budget Workshop #3 - ACTION ITEMS				
ITEM	ACTION ITEM ASSIGNED	OWNER	STATUS	COMMENTS
1	Forward Smithville Public Library statistics to Council	BERGERON	CLOSED	SPL comparative statistics sent to City Council on 8/16/24.
2	Send Smithville Recreation Center Program Overview	GARRISON	CLOSED	Recreation Center program overview with profit/loss sent to City Council on 8/16/24.
3	Forward non-profit organization funding request letters to City Council (re: Community Services Dept. 155)	STRUBE	CLOSED	Funding request letters (and applications) sent to the City Council on 8/16/24
4	Send list of Capital Equipment included in FY24-25 budget	TAMBLE	CLOSED	List of capital equipment (FD extraction equipment (\$35k) and airport hangars \$340k) are the only large capital items impacting the current GF/UF budget.
5	Place the selection of a construction contractor for the Smithville Workforce Innovation Center on future agenda.	COUNCIL	CLOSED	Consideration of awarding contract to the lowest bidder for construction of the SWTC Innovation Center is on the 8/21/24 Workshop agenda.
6	Investigate cost of shade structure for new playscape at Riverbed Park	GARRISON BALUSEK	CLOSED	Not currently a line item in the FY24-25 GF budget. Funding from the 2023 Tax Note could be used as there is still \$55k dedicated for this purpose. Staff will obtain bids and share findings at a later date.
7	Research new playground equipment for the Railroad Park	GARRISON BALUSEK	CLOSED	Not currently a line item in the FY24-25 GF budget. Funding from the 2023 Tax Note could be used as there is still \$55k dedicated for this purpose. Staff will obtain bids and share findings at a later date.
8	Identify additional revenue, cost savings, and cost cutting measures for consideration.	COUNCIL	OPEN	Additional revenue (\$48k) from building permits identified (Enclave and Garwood Park).
9	Review and re-allocate 2023 Tax Note funds to address current needs.	COUNCIL	OPEN	Airport hangar match, patrol cars, Innovation Center, public works equipment, WWTF upgrades.
10	Identify which non-profit organizations will receive funding (re: Community Services Dept. 155)	COUNCIL	OPEN	Council must decide / authorize funding to these organizations. Original amount (\$21k) returned to GF (Dept 155) for discussion.
11	Discuss Proposed Tax Rate, 3% COLA, and headcount needs.	COUNCIL	OPEN	Council must decide / authorize these items.

City of Smithville FY24-25 Budget Workshop #3 - ACTION ITEMS

ITEM	ACTION ITEM ASSIGNED	OWNER	STATUS	COMMENTS
1	Forward Smithville Public Library statistics to Council	BERGERON	CLOSED	SPL comparative statistics sent to City Council on 8/16/24.
2	Send Smithville Recreation Center Program Overview	GARRISON	CLOSED	Recreation Center program overview with profit/loss sent to City Council on 8/16/24.
3	Forward non-profit organization funding request letters to City Council (re: Community Services Dept. 155)	STRUBE	CLOSED	Funding request letters (and applications) sent to the City Council on 8/16/24
4	Send list of Capital Equipment included in FY24-25 budget	TAMBLE	CLOSED	List of capital equipment (FD extraction equipment (\$35k) and airport hangars \$340k) are the only large capital items impacting the current GF/UF budget.
5	Place the selection of a construction contractor for the Smithville Workforce Innovation Center on future agenda.	COUNCIL	CLOSED	Consideration of awarding contract to the lowest bidder for construction of the SWTC Innovation Center is on the 8/21/24 Workshop agenda.
6	Investigate cost of shade structure for new playscape at Riverbed Park	GARRISON BALUSEK	CLOSED	Not currently a line item in the FY24-25 GF budget. Funding from the 2023 Tax Note could be used as there is still \$55k dedicated for this purpose. Staff will obtain bids and share findings at a later date.
7	Research new playground equipment for the Railroad Park	GARRISON BALUSEK	CLOSED	Not currently a line item in the FY24-25 GF budget. Funding from the 2023 Tax Note could be used as there is still \$55k dedicated for this purpose. Staff will obtain bids and share findings at a later date.
8	Identify additional revenue, cost savings, and cost cutting measures for consideration.	COUNCIL	OPEN	Additional revenue (\$48k) from building permits identified (Enclave and Garwood Park).
9	Review and re-allocate 2023 Tax Note funds to address current needs.	COUNCIL	OPEN	Airport hangar match, patrol cars, Innovation Center, public works equipment, WWTF upgrades.
10	Identify which non-profit organizations will receive funding (re: Community Services Dept. 155)	COUNCIL	OPEN	Council must decide / authorize funding to these organizations. Original amount (\$21k) returned to GF (Dept 155) for discussion.
11	Discuss Proposed Tax Rate, 3% COLA, and headcount needs.	COUNCIL	OPEN	Council must decide / authorize these items.

City of Smithville Budget Workshop #4

Wednesday, August 21, 2024

Budget Changes Since Last Workshop:

- FY24-25 Budget “re-balanced” at **\$16,693,869**.
- Identified **(\$48k)** in additional revenue from building / construction permits (Enclave / Garwood Park Subdivisions).
- Added **(\$20k)** back to Community Services Cost Center (Dept. 155).
- Added **\$140k** to Airport Cost Center (Dept. 190) for Purchase of third hangar – “Budget Neutral”



CITY OF SMITHVILLE GENERAL FUND FISCAL YEAR 2024-25 PROPOSED BUDGET Version 2									
	2019-20	2020-21	2021-22	2022-23	@ 8/7/2024	PROPOSED			
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	2023-24	2024-25	\$ amt		
					YTD ACTUAL	BUDGET	BUDGET	diff	
155 COMMUNITY SERVICES									
5705 YOUTH ACTIVITY (see camp)	4,620	4,620	4,620	4,620	4,620	4,620	4,620	0	
5700-5704 YOUTH ADVISORY COUNCIL / PHILANTHRO	2,220	350	307	0	0	0	0	0	
5745 ART CENTER	515	18,062	1,515	80	45	1,000	500	(500)	
5200 OTHER PROFESSIONAL SERVICES	0	5,645	2,628	720	20,641	1,000	800	(200)	
5720 INSURANCE & BONDS	476	294	1,509	2,194	2,939	2,968	3,327	365	
5757 OTHER PUBLIC SVCS - ANIMALS & CATS	0	0	0	3,000	0	5,500	3,500	(4,000)	
5757 KEEP SMITHVILLE BEAUTIFUL	0	0	0	0	0	0	4,000	0	
5757 BISHOP COUNTY CHILD WELFARE	1,500	1,500	1,500	1,500	0	1,500	1,500	0	
5757 CARDS	0	0	2,500	2,500	0	2,500	2,500	0	
5757 SMITHVILLE FOOD PANTRY	2,500	2,500	2,500	2,500	0	2,500	2,500	0	
5757 CASA	0	600	600	1,000	0	1,000	1,000	0	
5757 FAMILY CRISIS CENTER	0	500	500	800	0	800	800	0	
5757 SMITHVILLE COMMUNITY CLINIC	2,500	2,500	2,500	3,000	0	3,000	3,000	0	
5757 SMITHVILLE COMMUNITY GARDENS	1,500	1,500	1,500	0	0	0	0	0	
5757 SMITHVILLE HERITAGE SOCIETY	0	0	2,500	2,500	0	2,500	2,500	0	
5757 COMBINED COMMUNITY ACTION	1,000	1,000	1,000	1,500	0	1,500	1,500	0	
5757 CAMPO	0	0	0	621	0	650	650	0	
5758 CHAMBER OF COMMERCE	26,000	30,000	30,000	45,015	37,500	30,000	30,000	0	
5605 MAINTENANCE- BUILDINGS	0	998	5,192	0	321	500	300	(200)	
5100 ELECTRICITY	0	0	4,997	5,888	4,739	5,700	6,000	250	
5100 WATER/SEWER/GARBAGE	0	0	1,580	2,070	1,875	2,400	2,400	0	
TOTAL COMMUNITY SERVICES	42,861	70,068	68,248	81,509	72,719	89,680	89,192	(4285)	

Dept 155 – Community Services

**CITY OF SMITHVILLE GENERAL FUND
FISCAL YEAR 2024-25 PROPOSED BUDGET**

Version 2

	2019-20	2020-21	2021-22	2022-23	@ 8/7/2024 2023-24	2023-24	PROPOSED 2024-25	\$ amt diff
	ACTUAL	ACTUAL	ACTUAL	ACTUAL	YTD ACTUAL	BUDGET	BUDGET	
155 COMMUNITY SERVICES								
5705 YOUTH ACTIVITY (boot camp)	4,620	4,620	4,620	4,620	4,620	4,620	4,620	0
5705 / 5708 YOUTH ADVISORY COUNCIL / PHILANTHRO	2,250	350	307	0	0	0	0	0
5745 ART CENTER	515	18,062	1,515	80	45	1,000	500	(500)
5290 OTHER PROFESSIONAL SERVICES	0	5,645	2,628	720	20,641	1,000	800	(200)
5720 INSURANCE & BONDS	476	294	1,909	2,194	2,959	2,960	3,325	365
5757 OTHER PUBLIC SVCS - ANGELS & CATS	0	0	0	5,000	0	5,500	1,500	(4,000)
5757 KEEP SMITHVILLE BEAUTIFUL	0	0	0	0	0	0	4,000	
5757 BASTROP COUNTY CHILD WELFARE	1,500	1,500	1,500	1,500	0	1,500	1,500	0
5757 CARTS	0	0	2,500	2,500	0	2,500	2,500	0
5757 SMITHVILLE FOOD PANTRY	2,500	2,500	2,500	2,500	0	2,500	2,500	0
5757 CASA	0	600	600	1,000	0	1,000	1,000	0
5757 FAMILY CRISIS CENTER	0	500	500	800	0	800	800	0
5757 SMITHVILLE COMMUNITY CLINIC	2,500	2,500	2,500	3,000	0	3,000	3,000	0
5757 SMITHVILLE COMMUNITY GARDENS	1,500	1,500	1,500	0	0	0	0	0
5757 SMITHVILLE HERITAGE SOCIETY	0	0	2,500	2,500	0	2,500	2,500	0
5757 COMBINED COMMUNITY ACTION	1,000	1,000	1,000	1,500	0	1,500	1,500	0
5757 CAMPO	0	0	0	621	0	650	650	0
5758 CHAMBER OF COMMERCE	26,000	30,000	30,000	45,015	37,500	50,000	50,000	0
5695 MAINTENANCE - BUILDINGS	0	998	5,192	0	321	500	300	(200)
5150 ELECTRICITY	0	0	4,997	5,888	4,759	5,750	6,000	250
5160 WATER/SEWER/GARBAGE	0	0	1,980	2,070	1,875	2,400	2,400	0
TOTAL COMMUNITY SERVICES	42,861	70,068	68,248	81,509	72,719	89,680	89,395	(4,285)

City of Smithville Special-Called Council Meeting / Budget Workshop #4



FY24/25 Preliminary Budget Overview

City of Smithville Budget Workshop #4

Wednesday, August 21, 2024

FY24-25 Budget “Drivers”:

- Current Rate of Inflation = 3.0%
- Cost Savings / Cost Cutting Measures **\$240k**
- 65-Year-and-Over “Tax Freeze” Impacting Tax Rate **\$91k**
- Airport Operating Cost Inflating Budget
 - Fuel Purchase – (\$180k) **\$555k** **BUDGET NEUTRAL** **\$12k**
 - Hangar Purchase – (\$375k)
- Additional Headcount Requests
 - Building Inspector – (\$85k) **\$140k**
 - Maintenance Worker – (\$55k)
 - Asst. City Mgr. – (100k)* **\$225k**
 - Eco Dev Director – (\$125k)*
- 3% (COLA) For All Employees **\$398k**
- Brush Dump / Attorney Fees **\$100k**

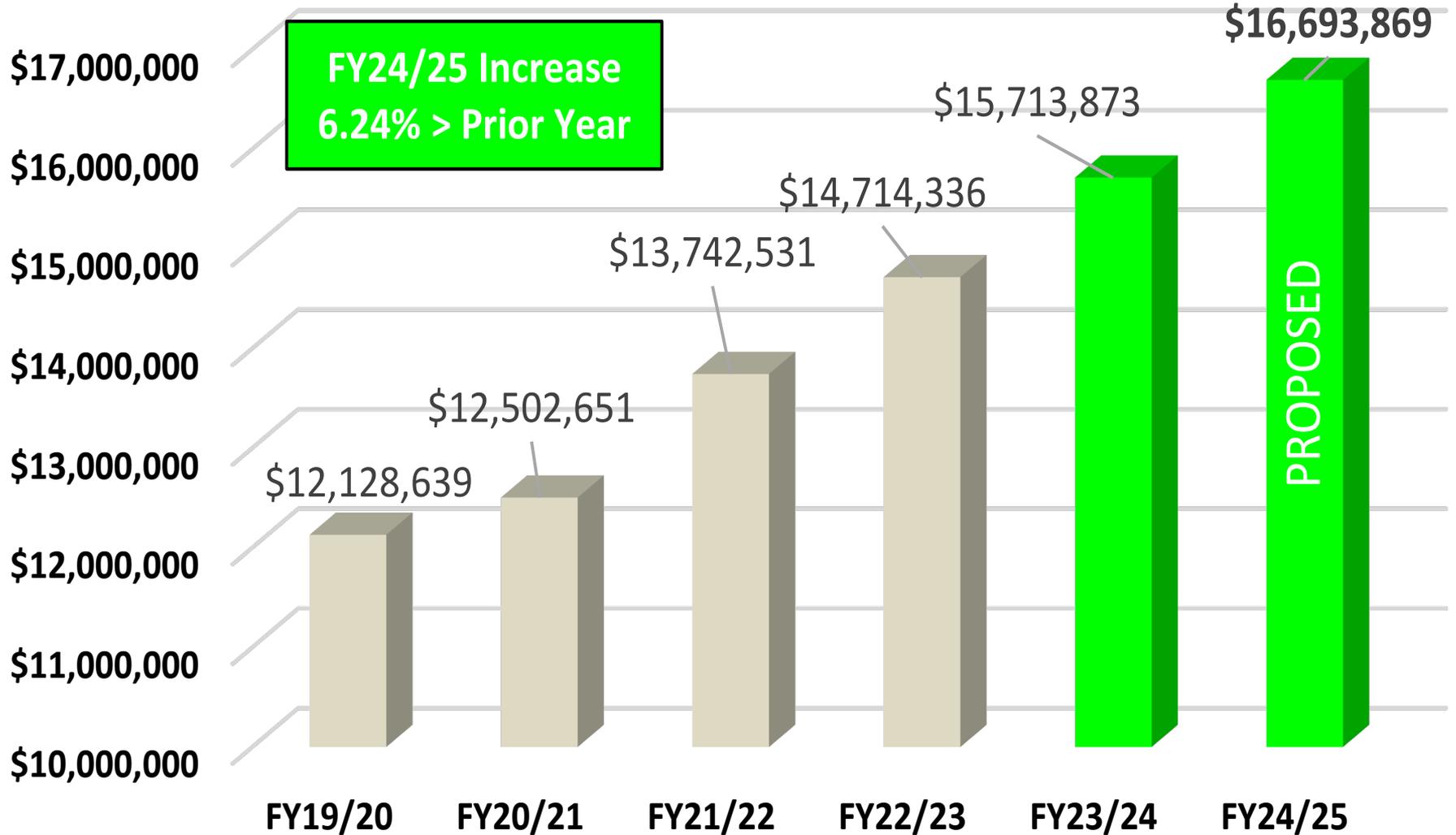
CITY
STAFF

ETHEREDGE
JAMESON

**NO
PLANS TO
INCREASE
UTILITY
RATES / FEES**

*Not currently included in budget calculations. Further discussion required.

City of Smithville Budget History



City of Smithville Budget History

	FY19/20	FY20/21	FY21/22	FY22/23	FY23/24	FY24/25
General Fund	\$4,654,373	\$5,008,912	\$5,522,767	\$5,938,301	\$6,526,057	\$7,456,209
Utility Fund	\$7,063,851	\$6,982,972	\$7,703,590	\$8,029,067	\$8,320,855	\$8,381,300
I&S Debt	\$410,415	\$408,555	\$516,174	\$746,968	\$866,961	\$856,360
Maintenance Fund	\$100,369	\$102,212	\$104,252	\$117,868	\$139,788	\$139,333
TOTAL	\$12,229,008	\$12,502,651	\$13,742,531	\$14,714,336	\$15,713,873	\$16,693,869
% Increase / Decrease	4.12%	2.19%	9.02%	6.60%	6.79%	6.24%
Tax Rate	\$0.569000	\$0.549010	Stable Tax Rate \$0.549000	\$0.548930	\$0.548952	\$0.619997
% Increase / Decrease	0.00%	-3.64%	0.00%	-0.01%	0.00%	12.94%

2.7%*

- 6.24% Year-over-Year Budget Increase = \$998k
- Current FY23/34 Tax Rate is \$0.548952 per \$100.00 valuation.
- **PROPOSED FY24/25 TAX RATE is \$0.619997** per \$100.00 valuation

*If \$555k
for Airport
Ops not
included

FY24-25 Cost Savings / Cost Cutting Measures Taken

Item #	Description	Comments / Impact	Estimated Cost Savings
1	Cancelled Archive Social Platform	Tool used to expedite ORR from City FB Page	\$4,700
2	Eliminated Mailing Certified Letters for P&Z	75% of Letters Mailed were returned undeliverable or unsigned. Cost per certified letter = \$8.00	\$7,000
3	Eliminated City XMAS Party	Attendance down Y-O-Y	\$3,000
4	Eliminated Jamboree Wrist Bands for City Council and EE's	Hopefully a One-time Measure. Impact morale.	\$4,000
5	Eliminated Non-Essential Training	Limited attendance BEST Leadership / TRAPS / TML	\$5,000
6	Reduce Travel / Meals / Lodging Expense	Less Training = Less Travel Expense	\$8,000
7	Bundled Health Care, Vision, & Dental Plan	Lower Deductible / Higher Out-of-Pocket Expense	\$35,000
8	Reduced Streets & Alley Budget	Less Paving and Street Repair (GF Savings)	\$75,000
9	Reduced Expense for Property Clean-Up / Condemnation	Reduced spending for code enforcement clean-up and abatement (GF Code Enforcement Expense)	\$10,000
10	Reduced Staff / Council Attendance @ Annual TML Conference	Annual TML Conference for New Councilmembers Only	\$7,500
11	Cut Contribution to Non-Profit Organizations	Will evaluate on case-by-case basis	\$22,000
12	Re-structured Smithville PD OT policy	Holiday pay no longer counts toward "triggering" OT	\$50,000
13	Reduced Medical Benefits for Chief of Police	Family medical benefits available through Spouse	\$9,000
TOTAL			\$240,200

Other Cost Cutting / Cost Savings Measures the Council COULD Consider

1	Reduce Employee HRA Benefit by 50%	Health Reimbursement Account (HRA) = \$25 / mo per EE	\$20,000
2	Eliminate 3% COLA for EE's	Impact Morale	\$398,000
3	Eliminate Additional Headcount	Building Inspector and Maintenance Worker	\$140,000
TOTAL			\$558,000

City of Smithville Budget Workshop #4

Wednesday, August 21, 2024

COLA Analysis / Discussion:

- Payroll and Benefits account for 35.2% of total FY24/25 Budget.
- Payroll and Benefits for Hourly Employees account for 82.3% of total payroll budget.
- Targeting 3% COLA for Employees*

- If 3% COLA = **\$398k** Payroll Impact

- If 2% COLA = **\$349k** Payroll Impact ➔

- If 1% COLA = **\$300k** Payroll Impact ➔

- If 0% COLA = **\$252k** Payroll Impact ➔

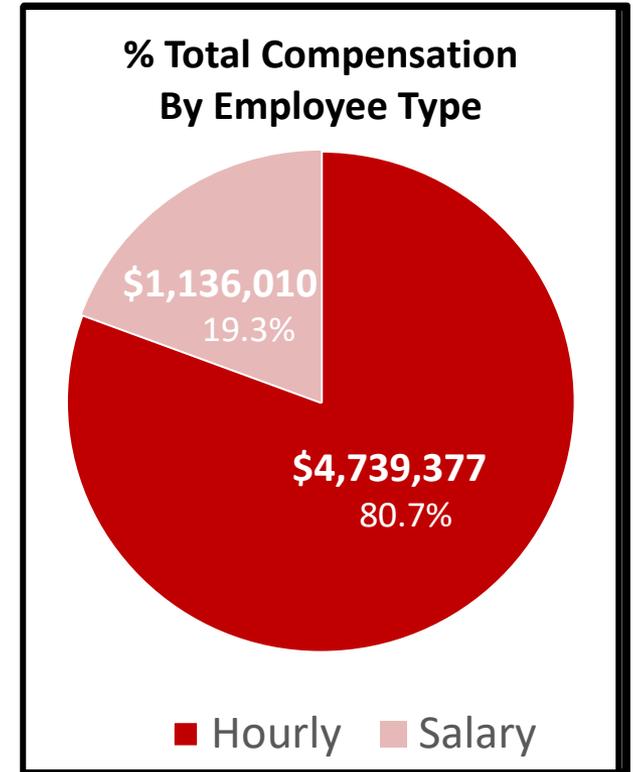
POTENTIAL SAVINGS

+ \$49k

+ \$98k

+ \$146k

* Includes: TMRS, FICA, SUTA, WC, Retirement Payout, Longevity, LTD for all Employees (including any new headcount)



City of Smithville Special-Called Council Meeting / Budget Workshop #4



Tax Note Reallocation Discussion

City of Smithville \$3M Series 2023 Tax Note

Police Department

Qty	Description	Unit Cost	Total	Actual	Remain	Received	Comments
1	Miscellaneous Equipment	\$85,000	\$85,000	\$57,588	\$27,412	WIP	Weapons, Ammunition, Tasers, Office Equipment, Computers, etc.
2	Patrol Vehicles	\$65,000	\$130,000	\$0	\$130,000	Ordered	Two (2) fully outfitted patrol vehicles (estimated Dec 2024)
2	Offline F150 Responder PU	\$65,000	\$130,000	\$122,684	\$7,316	YES	Offline (un-marked) vehicles for PD
1	New HVAC	\$20,000	\$20,000	\$10,707	\$9,293	YES	Replace / repair HVAC to improve efficiency and reduce cost
1	Animal Control Vehicle	\$55,000	\$55,000	\$53,770	\$1,230	YES	Replace old vehicle with new holding pins for animals
13	Mobile CAD Units for Patrol Cars	\$6,250	\$81,250	\$0	\$81,250	WIP	Mobile access to BADGE system and other LE databases.
			\$501,250	\$244,749	\$256,501		

Public Works / Utilities

Qty	Description	Unit Cost	Total	Actual	Remain	Received	Comments
1	Chipper Truck	\$85,000	\$85,000	\$83,000	\$2,000	YES	Replace older chipper truck (Delivered July 2024)
1	Sewer Pump Truck	\$200,000	\$200,000	\$0	\$200,000	WIP	RE-ALLOCATE - Leaf Machine (\$32k) / Mower (\$16k) / Backhoe (\$150k)
1	Small Bucket Truck	\$190,000	\$190,000	\$166,156	\$0	YES	Use for tree trimming and cleaning alleys + back-up when needed (Dec 1)
2	Utility Trucks (F-250)	\$80,000	\$160,000	\$142,518	\$17,482	YES	Replace older trucks in current fleet (1 Received / 1 estimated delivery July 2024)
1	Tractor w/ Shredder	\$40,000	\$40,000	\$37,206	\$906	YES	Additional tractor to mow at Airport and Riverbend Park (Est. Dec 1)
1	Mini Excavator	\$0	\$0	\$37,000	\$0	YES	needed for utility department
1	Warehouse Roof Repair	\$100,000	\$100,000	\$100,658	-\$658	YES	New roof w/ spray insulation to repair leaks help with heating / cooling
1	Rack Storage System (Warehouse)	\$25,000	\$25,000	\$14,638	\$0	YES	Rack storage system will provide additional space in warehouse
1	Miscellaneous Tools / Equip.	\$100,000	\$100,000	\$42,917	\$57,083	WIP	Mowers, Weed-eaters, Chainsaws, Tools, Tire Balancer, Industrial Vacuum
1	Streets/Drainage/Sidewalks/Curbs	\$200,000	\$200,000	\$129,000	\$71,000	WIP	Road repair / paving. Street Assessment. Sidewalks / curbs. Small drainage projects.
			\$1,100,000	\$753,093	\$347,813		

General

Qty	Description	Unit Cost	Total	Actual	Remain	Received	Comments
1	Airport Lighting System	\$150,000	\$150,000	\$154,500	-\$4,500	YES	Upgrade runway lighting system. Est. cost = \$1.5M w/ 10% Grant Match.
1	Security Camera Upgrade	\$50,000	\$50,000	\$0	\$50,000	WIP	Now \$50k for Parks and Recycling Center camera installation.
1	City ERP System	\$200,000	\$200,000	\$0	\$200,000	WIP	Enterprise Resource Planning (ERP) system for payroll, budget, billing, HR, timecards.
1	Fire Department Tanker	\$275,000	\$275,000	\$0	\$275,000	WIP	RE-ALLOCATE. \$200k for Innovation Center. \$40k for Hangar purchase match
1	Baseball Field / Park Upgrades	\$50,000	\$50,000	\$0	\$50,000	WIP	Facility upgrades at Little League/Baseball Fields (Keilberg, Riverbend, Dennis Walker).
1	Cemetery CRM Platform	\$25,000	\$25,000	\$13,737	\$11,263	WIP	Purchase cemetery inventory management system / customer interface
1	Playground Equip / Park Upgrades	\$200,000	\$200,000	\$145,338	\$54,662	WIP	Playground equipment for Riverbend Park (\$55k + \$35k Installation). MLK Park BB Court(s) +\$50k
1	Misc. City Facility Upgrades	\$285,000	\$285,000	\$71,346	\$213,654	WIP	Counter glass @ City Hall. HVAC repairs @ Rec Center. Upgrade microphones in Council Chambers. RE-ALLOCATE to PD for 3 Patrol Cars (\$195k)
1	Grant Match for Infrastructure	\$165,000	\$165,000	\$0	\$165,000	WIP	GLO Drainage (\$130k) / TXDOT Main Street ADA Ramps & Sidewalks (\$35k)
			\$1,400,000	\$384,921	\$1,015,079		

Totals: \$3,001,250 \$1,382,763 \$1,619,393

46.07% **Spent**
53.96% **Remain** **As of 8/21/24**

Prior Actions:

Reduced Little League Upgrades from \$100k to \$50k. Added \$50k to Playground Equipment - APPROVED 10/16/23
 Reduced Security Camera Upgrade from \$350k to \$250k. Added \$100k to Playground Equipment - APPROVED - 11/13/23
 Reduced Security Camera Upgrade from \$250k to \$50k. Added \$200k for ERP / CRM System - APPROVED 5/22/24

Purchase Made or Committed	Purchase Made or Committed	Purchase Made or Committed
\$99,117 in Interest Earned		

City of Smithville Budget Workshop #4

Wednesday, August 21, 2024

2023 Tax Note Re-allocation Request:

- PURPOSE: Meet new demands / changing needs.
- Seeking Council approval to re-allocate **2023 Tax Note** funds to purchase capital equipment, patrol cars, airport hangars, and complete facility improvements.

Public Works / Utilities - \$200k Pump Truck:

UNSPENT
REALLOCATE

- Leaf Machine - \$32k
- Cemetery Mower - \$16k
- Backhoe - \$150k

\$198k



Public Works / Utilities - \$160k Utility Trucks:

PURCHASE
WITH
SAVINGS

- Parks Mower - \$16k

\$16k



City of Smithville Budget Workshop #4

Wednesday, August 21, 2024

2023 Tax Note Re-allocation Request:

- PURPOSE: Meet new demands / changing needs.
- Seeking Council approval to re-allocate **2023 Tax Note** funds to purchase capital equipment, patrol cars, airport hangars, and complete facility improvements.

General - \$275K Fire Department Tanker / Engine:

UNSPENT
REALLOCATE

- Innovation Center Construction - \$200k
- Airport Hangar Purchase Match - \$38k
- **Remaining Balance = \$37k**

\$238k

General - \$214K Miscellaneous Facilities Upgrade:

UNSPENT
REALLOCATE

- Three (3) SPD Patrol Cars - \$195k
- **Remaining Balance = \$19k**

\$195k



City of Smithville Special-Called Council Meeting / Budget Workshop #4



Proposed Tax Rate Discussion

CITY OF SMITHVILLE
2024 Property Tax Calculation Worksheet
For Fiscal Year 2024-2025 Budget
as of 8/7/2024

\$1,679,239	2023-24 M&O Collection Budget
0.376543	2023-24 M&O Tax Rate
0.172409	2023-24 Debt Service Tax Rate
0.548952	2023-24 Total Tax Rate

2024 No-New-Revenue Tax Rate (Effective Tax Rate)	0.544772
2024 Voter-Approval Tax Rate (Rollback Tax Rate)	0.619997
2024 De Minimis Rate	0.738744
2024 PROPOSED TAX RATE	0.619997

Collection Basis	2024	2023
Certified Net Taxable-Approved	466,758,584	451,537,121
less Freeze Taxable (Ceiling)	(105,911,417)	(98,220,332)
Certified Net Taxable-Under Review	7,062,570	
less allowance for contested (20%)	(1,412,514)	
Adjusted Net Taxable	366,497,223	353,316,789



**Avg Impact
To Citizens
\$297 / Year**

	2024 New M&O Rate	2024 Debt Svc Rate *	2024 Total Rate	2024 M&O w/o Freeze Ovr65 Revenue**	2024 M&O Freeze Over 65 Actual Tax Rev	2024 M&O Revenue	M&O Revenue Increase Over 2023-24 Budget	Avg Homestead*** Increase Over 2023-24 Payment	Avg Homestead*** Property Tax Paid 2024-25 Tax Rate
M&O Increased By									
De Minimis Rate	0.511164	0.227580	0.738744	\$1,892,136	\$490,996	\$2,383,132	\$703,893	\$602.30	\$1,900
PROPOSED - Voter-Approval Tax Rate	0.392417	0.227580	0.619997	\$1,452,579	\$490,996	\$1,943,575	\$264,336	\$296.88	\$1,595
5 cent increase	0.371372	0.227580	0.598952	\$1,374,679	\$490,996	\$1,865,675	\$186,436	\$242.75	\$1,541
3 cent increase	0.351372	0.227580	0.578952	\$1,300,646	\$490,996	\$1,791,642	\$112,403	\$191.31	\$1,489
Current Tax Rate	0.321372	0.227580	0.548952	\$1,189,598	\$490,996	\$1,680,594	\$1,355	\$114.15	\$1,412
No-New-Revenue Tax Rate	0.317192	0.227580	0.544772	\$1,174,125	\$490,996	\$1,665,121	-\$14,118	\$103.40	\$1,401

2024 Debt Service Revenue: \$ 842,418

***Debt Service Revenue:** = (Adjusted Net Taxable/100) x Debt Svc Rate x Collection Rate

****M & O Revenue:** = (Adjusted Net Taxable/100) x M&O Rate x Collection Rate

Calculations based on: 101% collection rate with an Adjusted Net Taxable of \$366,497,223

*****Average Homestead Value:** Average taxable 2023 (FY 2023-2024) \$236,410. Average taxable 2024 (FY 2024-2025) \$257,204

2024-2025 Debt Service (General/I & S)	
Payments:	
2018 CO's (refi 98, refi 05)	\$ -
2019 CO's	\$ 59,913
Tax Note, Series 2021	\$ 104,125
Tax Note, Series 2022	\$ 191,073
Tax Note, Series 2023	\$ 501,250
	\$ 856,360
Collections:	
Util Drainage/System Impv Fees	\$ -
Property Tax Levy	\$ 842,418
Prop Tax excess 2023	\$ 13,942
	\$ 856,360

2024-25 Debt Service (Utility)	
Payments:	
2007 CO's	\$ 342,145
2019 CO's	\$ 149,950
	\$ 492,095
Collections:	
Utility Revenue	\$ 492,095

Debt Service:

FY24-25 includes \$856k in Debt Service payments.

City of Smithville Budget Workshop #4

Wednesday, August 21, 2024



FY24-25 Tax Rate Discussion:

- **PROPOSED TAX RATE** is **\$0.619997** per \$100 valuation.
- FY24-25 Tax Rate increase due to Over-65 “Tax Freeze”
- Final FY24-25 budget depends upon ADOPTED Tax Rate which is a GUARANTEED source of REVENUE over time.

M&O Increased By	2024 New M&O Rate	2024 Debt Svc Rate *	2024 Total Rate	M&O Revenue Increase Over 2023-24 Budget	REVENUE LOSS
De Minimis Rate	0.511164	0.227580	0.738744	\$703,893	\$0
<i>Voter-Approval Tax Rate</i>	0.392417	0.227580	0.619997	\$264,336	\$0
<i>5 cent increase</i>	0.371372	0.227580	0.598952	\$186,436	\$77,901
<i>3 cent increase</i>	0.351372	0.227580	0.578952	\$112,403	\$151,933
Current Tax Rate	0.321372	0.227580	0.548952	\$1,355	\$262,982
No-New-Revenue Tax Rate	0.317192	0.227580	0.544772	-\$14,118	\$278,455

Impact is **\$297.00** increase over taxes paid in FY23-24 based on BCAD average home value of \$257,204.

Citizen Comments



City of Smithville Budget Workshop #4

Wednesday, August 21, 2024

Summary:

- FY24-25 Budget “balanced” at **\$16,693,869**.
- Increase in Airport revenues / expenses are inflating budget.
- Over-65 Tax Freeze Impacting FY24-25 Tax Rate.
- PROPOSED TAX RATE is **\$0.619997** per \$100 valuation.
- Request 3% COLA for Employees.
- Request two (2) additional headcount.
- Continue pursuing **cost savings / cost cutting** measures. Identification and prioritization of plans, projects, and budgetary needs underway.
- NO PLANS to increase utility fees (e.g., water, electric, sewer, garbage).

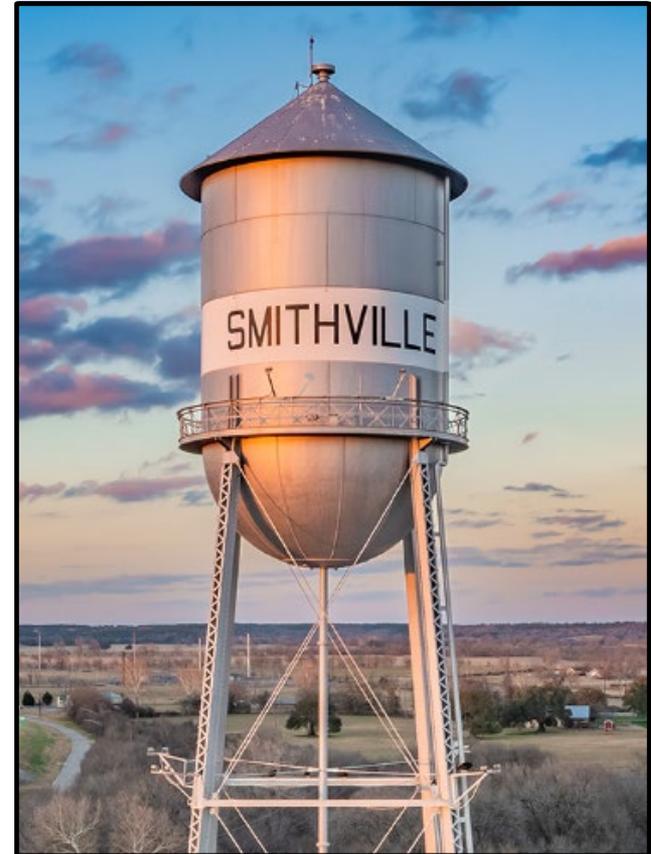


City of Smithville Budget Workshop #4

Wednesday, August 21, 2024

Next Steps:

- Address workshop comments and/or action items.
- Next budget workshop is scheduled for 5:00 pm @ City Hall:
 - **Wednesday, September 4, 2024**
- Council will VOTE on **9/9/24** to Adopt FY24/25 Tax Rate & Budget





City of Smithville Budget Workshop

Wednesday, August 21, 2024

GENERAL
FUND

**YELLOW
SHEET
REVIEW**

IF NEEDED

UTILITY
FUND