

Town of Fairview, Texas

Budget Public Hearing

Fiscal Year 2021-2022

August 31, 2021





PROPOSED FY 2021-2022 BUDGET

Section 102.005 of the Texas Local Government Code requires that the following statement be placed on the cover page of the proposed budget:

THIS BUDGET WILL RAISE MORE REVENUE FROM PROPERTY TAXES THAN LAST YEAR'S BUDGET BY AN AMOUNT OF \$470,143, WHICH IS A 6.48% INCREASE FROM LAST YEAR'S BUDGET. THE PROPERTY TAX REVENUE TO BE RAISED FROM NEW PROPERTY ADDED TO THE TAX ROLL THIS YEAR IS \$220,431.

Budget Goals

- ❑ The goal for the FY21-22 budget is to maintain existing Town services with adequate resources, address personnel, pay and benefits as appropriate, and maintain a tax rate no higher than the current tax rate.



FY 2021-22: Total Revenues and Expenditures (Expenses)

Fund	Revenues	Expenses
General	\$ 9,611,465	\$ 9,574,101
Water & Wastewater	7,078,300	7,385,060
Solid Waste	856,000	845,100
Debt Service	2,399,623	2,397,082
Stormwater	357,000	439,514
Economic Development	760,500	707,300
Community Development	760,500	675,200
CIP	296,000	174,200
Other Operating	2,209,475	1,336,450
Subtotal	\$ 24,328,863	\$ 23,534,008
Internal Transfers	(1,888,800)	(1,888,800)
Total	\$ 22,440,063	\$ 21,645,208



General Fund Revenues

General Fund Revenues	Actual	Adopted	EOY Estimate	Proposed	Change-Adopted to Proposed	
	FY 2019-20	FY 2020-21	FY 2020-21	FY 2021-22	Amount	Percent
Property Taxes	\$4,432,394	\$4,575,639	\$4,654,000	\$5,078,565	\$502,926	10.99%
Sales Taxes	1,562,175	1,330,000	1,580,000	1,580,000	250,000	18.80%
Mixed Beverage Taxes	64,970	60,000	72,000	75,000	15,000	25.00%
Franchise Fees	633,494	590,200	614,360	610,000	19,800	3.35%
Licenses & Permits	531,189	362,100	503,100	338,600	(23,500)	-6.49%
Charges & Fines	721,406	720,850	700,000	692,700	(28,150)	-3.91%
Other	1,193,724	294,000	721,417	389,000	95,000	32.31%
Transfers	837,600	1,047,600	847,600	847,600	(200,000)	-19.09%
Use of Reserves	-	-	-	-		0.00%
Total Revenues	\$ 9,976,953	\$ 8,980,389	\$ 9,692,477	\$ 9,611,465	\$631,076	7%

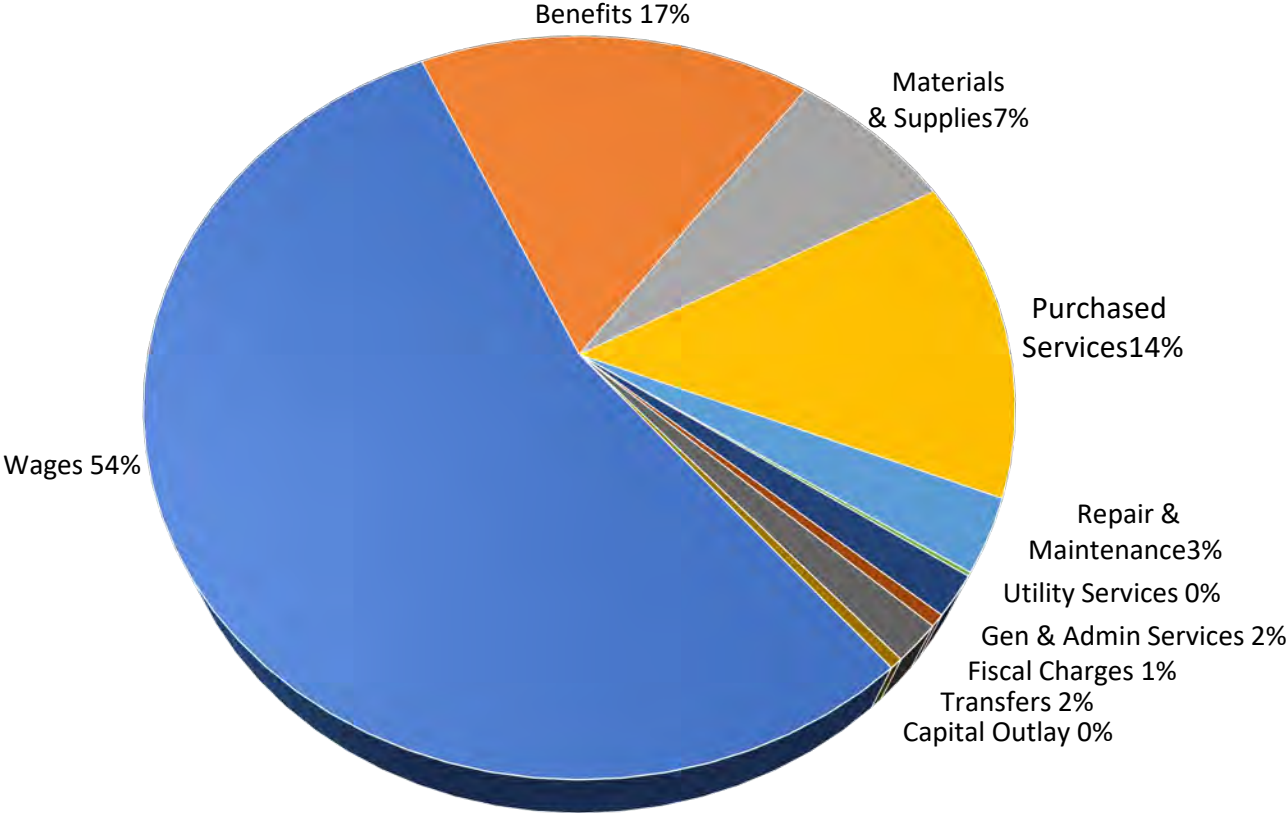


General Fund Expenditures

General Fund Expenditures	Actual	Adopted	EOY Estimate	Proposed	Change-Adopted to Proposed	
	FY 2019-20	FY 2020-21	FY 2020-21	FY 2021-22	Amount	Percent
Non-Departmental	\$ 734,721	\$ 360,900	\$ 595,810	\$ 706,016	\$ 345,116	95.63%
Mayor & Council	8,462	20,100	13,700	21,300	1,200	5.97%
Administration	580,580	621,485	598,585	628,899	7,414	1.19%
Accounting	597,141	618,602	617,629	635,425	16,823	2.72%
Town Secretary	120,346	141,909	135,023	139,847	(2,062)	-1.45%
Planning	149,649	150,914	151,361	155,013	4,099	2.72%
Police	2,212,244	2,420,832	2,469,286	2,512,437	91,605	3.78%
Fire	3,404,725	3,533,468	3,583,119	3,503,479	(29,989)	-0.85%
Public Works	423,436	458,226	449,646	515,423	57,197	12.48%
Inspections	216,184	222,717	220,779	234,461	11,744	5.27%
Municipal Court	184,676	186,067	164,148	169,603	(16,464)	-8.85%
Parks & Recreations	180,027	184,669	198,093	192,199	7,530	4.08%
Transfers	409,000	80,000	641,375	160,000	80,000	0.00%
Total Expenditures	\$ 9,221,191	\$ 8,999,889	\$ 9,838,553	\$ 9,574,101	\$ 574,212	6%



GF Expenditure Breakdown



- Personnel Costs - Wages
- Personnel Costs - Benefits
- Materials & Supplies
- Purchased Services
- Repairs & Maintenance
- Utility Services
- General & Administrative Services
- Fiscal Charges
- Transfers
- Capital Outlay

General Fund Balance

General Fund Summary & Fund Balance	Actual	Adopted	EOY Estimate	Proposed
	FY 2019-20	FY 2020-21	FY 2020-21	FY 2021-22
Beginning Fund Balance	\$5,122,361	\$4,912,276	\$5,878,124	\$5,732,048
Total Revenues	\$9,976,953	\$8,980,389	\$9,692,477	\$9,611,465
Total Expenditures	\$9,221,191	\$8,999,889	\$9,838,553	\$9,574,101
Surplus (Deficit)	\$755,762	(\$19,500)	(\$146,076)	\$37,364
Audit Adjustments				
Unassigned Ending Fund Balance	\$5,878,123	\$4,892,776	\$5,732,048	\$5,769,412
90-Day Expenditure Requirement	\$2,305,298	\$2,249,972	\$2,459,638	\$2,393,525
Percentage of Fund Balance	64%	54%	58%	60%



Budget Highlights: Utility Fund Rates

- NTMWD is estimating no rate increase in water rates for FY21-22. Last year the Town did not increase water or sewer rates. In FY 21-22 staff is recommending no rate increase for water and a 10% increase in sewer to offset an increase in sewer rates from NTMWD.
- FY21-22 will be the second year that the Utility Fund will fund its debt payments without a Debt Service Fund transfer.



Water Rate Structure

No Increase Proposed for Water Rates

Gallons Used	FY 20-21	Proposed FY21-22
Residential		
Base Rate: 0 - 2,000	\$23.65	\$23.65
2,001 - 10,000	\$5.16	\$5.16
10,001 - 20,000	\$6.44	\$6.44
20,001 - 30,000	\$8.06	\$8.06
30,001 - 40,000	\$8.87	\$8.87
40,001 - 50,000	\$9.75	\$9.75
Over 50,000	\$12.94	\$12.94
Residential-Special		
Detached & Attached single family homes in which HOA provides, maintains & manages irrigation of all common areas & exterior lots. Rate Structure for Residential-Special will be same as Residential above except the top-tier is over 40,000 gallons.		
Commercial		
Base Rate: 0 - 1,000	\$28.38	\$28.38
1,001 - 30,000	\$6.45	\$6.45
30,001 - 40,000	\$8.19	\$8.19
Over 40,000	\$12.93	\$12.93



Wastewater Rate Structure

10% Increase Proposed for Sewer Rates

Gallons Used	FY 20-21	Proposed FY 21-22
Residential		
Base Rate: 0 - 1,000	\$26.90	\$29.59
1,001 - 12,000	\$4.50	\$4.95
Residential w/o Town water service	\$77.46	\$85.21
Commercial		
Base Rate: 0 - 1,000	\$40.02	\$44.02
Each 1,000	\$4.50	\$4.95



Water & Wastewater Average Bill

Effective October 1, 2021*					
Average Residential Water Usage: 10,000 gallons					
Water Rates	Current Rates	Monthly Cost	No Increase		
Base Rate up to 2,000 gal	\$23.65	\$ 23.65	\$23.65	\$	23.65
2,001 - 10,000 gal	\$5.16/1,000	\$ 41.28	\$5.16/1,000	\$	41.28
		<u>\$ 64.93</u>			<u>\$ 64.93</u>
Monthly Water Increase				<u>\$</u>	<u>-</u>
Sewer Rates	Current Rates	Monthly Cost	10% Increase		
Base Rate up to 1,000 gal	\$26.90	\$26.90	\$29.59		\$29.59
1,001 - 10,000 gal	\$4.50/1,000	\$ 40.50	\$4.95/1,000	\$	44.55
		<u>\$67.40</u>			<u>\$74.14</u>
Monthly Sewer Increase					<u>\$6.74</u>
Total Monthly Charges		<u>\$ 132.33</u>		\$	<u>139.07</u>
Total Monthly Increase				\$	<u>6.74</u>

*If approved



Water & Wastewater Fund Revenues

Water & Wastewater Fund Revenues	Actual	Adopted	EOY Estimate	Proposed	Change-Adpoted to Proposed	
	FY 2019-20	FY 2020-21	FY 2020-21	FY 2021-22	Amount	Percent
Water Sales	\$5,994,795	\$5,275,000	\$5,100,000	\$5,300,000	\$25,000	0.47%
Sewer Charges	1,188,748	1,150,000	1,190,000	1,300,000	150,000	13.04%
Lease/Rental Income	221,855	200,500	200,500	200,500	-	0.00%
Miscellaneous Income	121,836	80,500	68,669	87,500	7,000	8.70%
Interest Income	5,137	5,000	265	300	(4,700)	-94.00%
Transfers	222,000	20,000	20,000	190,000	170,000	850.00%
Total Revenues	\$7,754,372	\$6,731,000	\$6,579,434	\$7,078,300	\$347,300	5.16%



Water & Wastewater Fund Expenses

Water & Wastewater Fund Expenses	Actual	Adopted	EOY Estimate	Proposed	Change-Adopted to Proposed	
	FY 2019-20	FY 2020-21	FY 2020-21	FY 2021-22	Amount	Percent
Non-Departmental	\$1,858,173	\$1,836,389	\$1,825,718	\$2,030,398	\$194,009	10.56%
Water Distribution	3,843,782	3,878,196	3,949,395	3,986,514	108,318	2.79%
Utility Billing	133,096	138,286	162,004	183,143	44,857	32.44%
Wastewater	1,026,187	1,048,027	1,095,087	1,185,005	136,978	13.07%
Total Expenses	\$6,861,238	\$6,900,898	\$7,032,203	\$7,385,060	\$484,162	7.02%



Water & Wastewater Fund Cash & Investments

Water & Wastewater Fund Cash & Investment Balance	Actual	Adopted	EOY Estimate	Proposed
	FY 2019-20	FY 2020-21	FY 2020-21	FY 2021-22
Beginning Cash & Investments	2,483,222	2,544,500	\$3,376,356	\$2,923,586
Total Revenues	7,754,372	6,731,000	6,579,434	7,078,300
Total Expenses	6,861,238	6,900,898	7,032,203	7,385,060
Net Income (Loss)	\$893,134	(\$169,898)	(\$452,769)	(\$306,760)
Non-Cash Adjustments	\$0	\$0	\$0	\$0
Ending Cash & Investments	\$3,376,356	\$2,374,602	\$2,923,586	\$2,616,826
60 Days Cash Expenses	\$1,143,540	\$1,150,150	\$1,172,034	\$1,230,843
Excess	\$2,232,816	\$1,224,452	\$1,751,552	\$1,385,982
Number Days Excess	117	64	90	68



Other Operating Funds

Other Operating Funds	Fund Balance 10/1/2021	FY 2021-22 Revenues	FY 2021-22 Expenditures	Adjustments	Fund Balance 9/30/2022
Solid Waste	\$62,833	\$856,000	\$845,100	\$0	\$73,733
Debt Service	389,530	2,399,623	2,397,082	0	392,071
Vehicle Replacement Fund	469,977	150,000	428,850	0	191,127
Stormwater	875,210	357,000	439,514	0	792,696
Economic Development	1,299,230	760,500	707,300	0	1,352,430
Community Development	1,258,978	760,500	675,200	0	1,344,278
Court	226,797	38,275	28,000	0	237,072
Technology	102,709	226,200	190,000	0	138,909
Fire Donation	50,340	39,000	20,600	0	68,740
Hotel / Motel	118,166	155,000	124,000	0	149,166
Fairview TIRZ #1	1,151,300	501,000	75,000	0	1,577,300
Relief Fund	1,092,210	1,100,000	470,000	0	1,722,210



Trash Rate Structure

3.4% Increase Proposed for Solid Waste Services

Republic Services Trash Services	FY 20-21	Proposed FY 21-22
Residential		
Regular Trash Collection Services	\$10.96	\$11.33
Senior Trash Collection Services	\$9.59	\$9.92
Carry Out - Handicapped Services	\$10.96	\$11.33
Carry Out - Non-Handicapped Services	\$22.42	\$23.18
Recycling Services	\$5.50	\$5.69
Brush/bulk Services	\$1.91	\$1.97
Town Administrative Fee	\$1.80	\$1.80
Extra Cart	\$6.91	\$7.14
Monthly Garbage Bill	\$20.17	\$20.79
Monthly Senior Garbage Bill	\$18.80	\$19.38
Monthly Handicapped Garbage Bill	\$20.17	\$20.79
Monthly Non-Handicapped Garbage Bill	\$31.63	\$32.64





FY21-22 Budget Public Hearing

QUESTIONS & DISCUSSION