

# Budget Workshop

City of Balch Springs, Texas  
Draft 3

Presented by Geneva Mendez, CFO/Susan Cluse, City Manager

# GENERAL FUND SUMMARY

PROPOSED BUDGET 2022

	NO-NEW REVENUE	2022 PROPOSED BUDGET	DE MIMIMIS	VOTER APPROVAL
M&O Tax Rate	0.746882	0.755253	0.782090	0.813011
I&S Tax Rate	0.047747	0.047747	0.047747	0.047747
<b>Total Tax Rate</b>	<b>0.794629</b>	<b>0.803000</b>	<b>0.829837</b>	<b>0.860758</b>
Revenues	\$20,249,952	\$20,347,088	\$20,658,502	\$21,017,306
Expenditures	\$19,617,833	\$19,617,833	\$19,617,833	\$19,617,833
Revenue Over / (Under) Expenditures	\$632,119	\$729,255	\$1,040,669	\$1,399,473
FY2022 Projected Ending Fund Balance	\$4,150,417	\$4,247,554	\$4,558,967	\$4,917,771
<b>Fund Balance as a Percentage of Expenditures*</b>	<b>22.66%</b>	<b>23.19%</b>	<b>24.89%</b>	<b>26.85%</b>
*Target fund balance percentage is 14%, excludes capital expenditures, includes Emergency Reserve Fund Balance				
Add: Reductions to GF	\$869,640	\$869,640	\$869,640	\$869,640
Less: Additions to GF	\$0	\$0	\$0	\$0
Net: Proposed Changes	\$869,640	\$869,640	\$869,640	\$869,640
FY2022 Projected Ending Fund Balance	\$3,280,778	\$3,377,914	\$3,689,328	\$4,048,132
<b>Fund Balance as a Percentage of Expenditures</b>	<b>17.92%</b>	<b>18.45%</b>	<b>20.15%</b>	<b>22.11%</b>

# PROPERTY TAX RATES & BUDGET IMPACT

Prop Tax Rates	Rate	Additional ¢	Change in Rev
Current Rate (Proposed)	\$0.803000	\$0.000000	\$759,398
No New Revenue NNR (+0.0%)	\$0.794629	(\$0.008371)	\$(97,136)
De Minimis (+\$500k)	\$0.829837	\$0.026837	\$311,414
Voter Approval (+3.5%)^	\$0.860758	\$0.057758	\$670,218

Rates Reflect Truth In Taxation Values

^Includes Unused Increment%

# PROPERTY TAX RATES & BUDGET IMPACT

DOES NOT INCLUDE PROPOSED REDUCTIONS TO GF

Prop Tax Rates	FB Appropriations	Est Fund Bal \$	Est Fund Bal %	Days of Operations
Current Rate (Proposed)	\$729,255	4,247,554	23.19%	85
No New Revenue NNR (+0.0%)	\$632,119	4,150,417	22.66%	83
De Minimis (+\$500k)	\$1,040,669	4,558,967	24.89%	91
Voter Approval (+3.5%)^	\$1,399,473	4,917,771	26.85%	98

Rates Reflect Truth In Taxation Values

^Includes Unused Increment%

# PROPERTY TAX RATES & BUDGET IMPACT

INCLUDES PROPOSED REDUCTIONS TO GF

Prop Tax Rates	FB Appropriations	Est Fund Bal \$	Est Fund Bal %	Days of Operations
Current Rate (Proposed)	(\$140,385)	3,377,914	18.45%	67
No New Revenue NNR (+0.0%)	(\$237,521)	3,280,778	17.92%	65
De Minimis (+\$500k)	\$171,029	3,689,328	20.15%	74
Voter Approval (+3.5%)	\$529,833	4,048,132	22.11%	81

Rates Reflect Truth In Taxation Values

^Includes Unused Increment%

# PROPERTY TAX IMPACT TO TAXPAYER

Average Values for Single Family Residence (2020): \$115,529

Average Values for Single Family Residence (2021): \$128,355

Prop Tax Rates	Tax Rate	2020 Tax Year	2021 Tax Year	Annual Change	Monthly Change
CURRENT RATE   PROPOSED	0.803000	\$927.70	\$1,030.69	\$102.99	\$8.58
NO NEW REV RATE	0.794629	\$927.70	\$1,019.95	\$92.25	\$7.69
DE MINIMIS RATE	0.829837	\$927.70	\$1,065.14	\$137.44	\$11.45
VOTER APPROVAL RATE <sup>^</sup>	0.860758	\$927.70	\$1,104.83	\$177.13	\$14.76

Rates Reflect Truth In Taxation Values

<sup>^</sup>Includes Unused Increment%

# PROPOSED REDUCTIONS – GENERAL FUND

PROPOSED BUDGET 2022

Department/Function	Amount	Frequency	Description
Council	\$4,000	On-Going	Increased Funds - Scholarships
	\$16,800	On-Going	Council's Clerical Help - \$15/hr. @ 20 hrs./wk.
Information Technology	\$16,224	On-Going	Salaries - PT College Intern (\$12@26 hrs./wk.)
Civic Center	\$16,500	One-Time	Led Indoor Projector screen Replacement
	\$3,800	One-Time	Laptop Replacement (Replacing Outdated Equipment)
Building Inspections	\$65,000	On-Going	Building Inspector (Salary & Benefits) Upon Multi Family Prog Approval
	\$53,000	On-Going	Permits Clerk (Salary & Benefits) Upon Multi Family Prog Approval
	\$10,000	On-Going	New Inspector Vehicle Annual Lease - Upon Multi Family Prog Approval
	\$4,200	One-Time	New Inspector Equipment - Laptop, Portable Printer, Cell Phone, iPad - Upon Multi Family Prog Approval
	\$500	One-Time	New Permit Clerk - Uniforms, Office Supplies
Police	\$9,900	One-Time	Increased Funds - Various Training Opportunities
	\$4,000	One-Time	Travel for Training Expenses
	\$99,340	On-Going	New Position -Community Engagement Officer (\$70k Annual Salary + Benefits)
	\$4,000	One-Time	Community Engagement Officer - Supplies
Fire	\$60,000	On-Going	Position Reclassification from Firefighter to Apparatus Operator- 6 Positions (Could be as high as \$60k or as low as \$24k based on years of service of employees promoted)
	\$8,817	On-Going	One Position Reclassification from Captain to Equivalent of Battalion Chief
	\$23,372	One-Time	City's Portion - Assistance to Firefighters Grant. Grant Covers 90%, City Covers 10% including \$1,500 grant writing fee
All Non-Civil Staff	\$442,187	On-Going	Proposed Salary Increase Non-Civil Staff-10% COLA
Grants Contingency	\$28,000	On-Going	Grant Over-Runs Contingency
<b>Total Reductions</b>	<b>\$869,640</b>		

# PROPOSED REDUCTIONS – GENERAL FUND

PROPOSED BUDGET 2022

Departments/Function	Scholarships	Supplies	Training	Travel and Training	Equipment	Personnel	Other	TOTAL
City Council	\$4,000					\$16,800		\$20,800
Information Tech						\$16,224		
Civic Center					\$3,800		\$16,500	\$20,300
Building Inspections		\$500			\$4,200	\$118,000	\$10,000	\$132,700
Police		\$4,000	\$9,900	\$4,000		\$99,340		\$117,240
Fire						\$68,817	\$23,372	\$92,189
All Non-Civil Staff						\$442,187		\$400,179
Grants Contingency							\$28,000	\$28,000
<b>Total Reductions</b>	<b>\$4,000</b>	<b>\$4,500</b>	<b>\$9,900</b>	<b>\$4,000</b>	<b>\$8,000</b>	<b>\$761,368</b>	<b>\$77,872</b>	<b>\$869,640</b>



# REMAINING UPDATES TO BUDGET

- Make Changes Upon Council Consensus