

CITY OF ENNIS COMMISSION WORKSHOP

AUGUST 3, 2015

6:00 P.M.

Mayor Thomas called the meeting to order at 6:05 p.m. on August 3, 2015, in the City Commission Chambers of the City of Ennis Municipal Building, 115 W. Brown Street, Ennis, Texas 75119.

PRESENT: Mayor Thomas, Commissioners Hackney, Walker and Holley, City Manager Ewing, City Attorney Wilson, City Secretary Batchler, Chief Erisman, Chief Aycock, Economic Development Coordinator Nelson and Director of Finance Welch. Commissioners Salik and Hernandez were not in attendance. Commissioner Hernandez present at 6:25 p.m.

PRESENTATION OF FY 2015-2016 BUDGET

City Manager Ewings presented an overview of the FY 2015-2016 Budget Highlights. General Fund Revenue Projection, General Fund Expenditures, Sanitation Budget, and Water/Wastewater Budget. GENERAL FUND Budget Highlights: Slight reduction in tax rate, 4% raise for employees, 3% decrease in health premiums, increase in sanitation rates and increase in water and sewer rates. General Fund: Decreases total tax rate to \$00.69 per \$100 valuation, increases revenue to the GF due to increase in values and increase in M&O Rate. M&O Rate: 00.46077 I&S Rate: 00.22923 for a Total Tax Rate: 00.69 General Fund Revenue Summary: Property Taxes \$6,897,068 Sales Taxes \$3,092,700 Fees, Fines, Other \$2,862,928 Charges for Svc (EDC/Utility) \$947,746 Total General Fund \$13,800,442 General Fund Expenditures: Administration - Includes funding for Downtown Master Plan and Financial Software, Parks - Contract Mowing, Fund reconstruction of one softball field, Streets - Provides for supervisor position. General Fund Summary: Beginning Fund Balance: \$7,737,241 Projected Revenue: \$13,800,442 Expenditures \$13,800,442 FY 16 Projected Fund Balance: \$7,737,241 Beginning Fund Balance \$10,453,840 Projected Revenue \$39,059,861 Expenditures \$39,913,895 FY 16 Projected Fund Balance \$9,599,806 UTILITY FUND BALANCE Beginning Fund Balance \$474,825 Projected Revenue \$8,275,760 Expenditures \$8,562,418 Ending FY 16 Utility Fund Balance \$188,167 Proposed Water Rates Base Residential 22.50, Per 1,000 Gallons 3.33, Base Commercial 22.50, Per 1,000 Gallons 3.33 Waster Water Rates: Base Residential 22.41, Per 1,000 Gallons 2.48 (2-6K), Base Commercial 28.03, Per 1,000 Gallons 2.37. Rates impacted by lower projected water sales and debt issuance. Recommend Overall 6% increase. Average Residential Bill: Current Residential Average Bill \$67.51, Proposed Residential Average Bill \$71.64. Raises Maximum Wastewater Billing from 5K to 6K for residential customers. Based on winter average. Focus on capital replacement: Line replacement & commercial water meters. Renegotiate wholesale contracts and anticipate increased sales volume. SANITATION FUND Projected Revenue \$1,362,931 Expenditures

\$1,308,572 Fund Balance \$54,359 Sanitation Vehicle - \$165,000 Pick-up \$34,000 Proposed rate balances fund Residential - \$19.00 (current \$13.50) Fee may be lowered but may rely on General Fund to balance unless expenses are reduced.

Budget Calendar

August 17th Budget Workshop & 1st Public Hearing on Tax Rate

August 25th (Special Meeting) Budget Workshop, 1st Reading of Budget, 2nd Public Hearing on Tax Rate

September 8th Approve Budget Ordinance & Tax Rate Ordinance

September 21st Fee Resolution, Investment Policy, & Authorized Signatures

PRESENTATION OF EEDC FY 2015-2016 BUDGET

Economic Development Coordinator Nelson presented the EEDC FY 2015-2016 Budget.

Fund Balance:

Unrestricted fund balance	\$6,054,458
Restricted fund balance	\$ 695,150
Restricted (Sysco & Airport)	\$2,000,000
Cash Balance (Capital Project Fund)	<u>\$ 600,000</u>
	\$9,349,608

Revenue:

Sales Tax Revenue:	\$1,556,500
Interest Income:	\$ 40,000
Miscellaneous Income	<u>\$ 15,000</u>
	\$1,611,500

\$10,961,108

Debt Service:

Sales Tax Bonds (2008):	\$ 501,450
Sales Tax Bonds (2014):	<u>\$ 225,750</u>
	\$ 727,200

Commitments:

Certificates of Obligation (1998)	\$ 115,800
Texas Capital Fund Repayment	<u>\$ 140,000</u>

\$983,000

Operating & Capital:

Restricted for Bond Reserve:	\$ 695,150
Restricted for Industrial Park:	\$ 600,000

Restricted Sysco or Airport:	\$2,000,000
Administrative Services:	\$ 190,000
Lights of Ennis:	\$ 30,000
Farmers Market:	\$ 25,000
Downtown Façade Grant:	\$ 100,000
Kaufman Façade Grant:	\$ 50,000
Downtown Revitalization (Main Street):	\$ 50,000
Industrial Park Maintenance:	\$ 200,000
Historic Preservation Grants:	\$1,000,000
ED Ops and Marketing:	\$ 50,000
Catalyst Projects:	\$2,000,000
Property Acquisition:	\$1,850,000
Unrestricted:	\$1,137,958

Mayor Thomas adjourned the workshop at 6:45 p.m.

Donna Batchler, City Secretary

