



City of San Marcos

FY 2022-23 Proposed Budget Public Hearing

September 6, 2022



Fiscal Year 2022-23 Proposed Budget

- Aligns with Council's Budget Policy
- Intentional process – similar to American Rescue Plan funding
- Addresses core services and Council strategic initiatives
- Proposed reduction in property tax rate
- Take care of our existing employees
 - Public safety employees receive scheduled salary increases through agreements
 - Base pay increase for non-civil service employees
 - All employees receive proposed flat, one-time payment
 - Compensation study



Budget Process

Council Visioning: Develop Strategic Initiatives - January

Develop Budget Policy – February/March

Dept requests submitted & evaluated – May/June

Communicate with Council via Budget Workshops

Certified Assessed Values and Tax Rate Calculation – late July

Public Hearings - September



Consolidated Funds Summary

	FY 2022 <i>Beginning</i> Fund Balance	FY 2022 <i>Estimated</i> Revenues	FY 2022 <i>Estimated</i> Expenses	FY 2023 <i>Beginning</i> Fund Balance	FY 2023 PROPOSED Revenues	FY 2023 PROPOSED Expenses	FY 2023 <i>Ending</i> Fund Balance
Governmental Funds							
General Fund	33,405,088	91,090,843	88,642,799	35,853,132	96,015,001	107,678,790	24,189,343
Debt Service Fund	10,275,864	16,689,830	16,503,195	10,462,499	16,913,107	16,870,779	10,504,827
Enterprise Funds							
Electric Utility Fund	13,980,889	62,233,609	63,285,097	12,929,401	65,127,871	66,800,188	11,257,085
Water & Wastewater Utility Fund	15,098,796	55,827,277	55,596,078	15,329,995	57,798,512	58,278,363	14,850,144
Stormwater Utility Fund	1,402,085	7,978,000	7,696,507	1,683,578	8,873,960	8,789,337	1,768,201
Transit	103,453	2,193,452	2,094,314	202,592	3,159,168	3,164,168	197,592
Resource Recovery Fund	2,082,289	6,066,622	5,815,677	2,333,234	7,086,735	7,244,341	2,175,628
Municipal Airport Fund	(2,050)	731,214	709,681	19,483	767,013	765,811	20,685



Consolidated Funds Summary *(continued)*

	FY 2022 <i>Beginning</i> Fund Balance	FY 2022 <i>Estimated</i> Revenues	FY 2022 <i>Estimated</i> Expenses	FY 2023 <i>Beginning</i> Fund Balance	FY 2023 PROPOSED <i>Revenues</i>	FY 2023 PROPOSED <i>Expenses</i>	FY 2023 <i>Ending</i> Fund Balance
Special Revenue Funds							
Community Enhancement	804,042	648,000	803,377	648,665	667,000	1,116,426	199,239
Hotel Occupancy Tax Fund	1,348,980	4,365,400	3,457,309	2,257,071	4,369,418	4,941,576	1,684,913
Cemetery Operations Fund	238,814	155,000	228,707	165,107	225,000	224,713	165,394
WIC Program Fund	-	1,882,037	1,882,037	-	2,800,497	2,800,497	-
TRZ #2, #3, #4, #5, TRZ #1	4,642,492	3,950,597	5,251,425	3,341,664	7,357,062	8,162,806	2,535,920
All Other Special Revenue Funds	1,701,730	537,283	375,868	1,863,143	389,525	654,299	1,598,370
Internal Service Fund							
Health Insurance Fund	6,503,120	9,373,000	9,346,000	6,530,120	10,346,500	9,948,500	6,928,120
ALL FUNDS	91,585,594	263,722,164	261,688,071	93,619,684	281,896,369	297,440,593	78,075,461



Council Direction Received

Staffing

- 5% Salary adjustment Oct 1 to remain competitive with surrounding cities
- One-Time Retention Incentive payments
- Personnel additions (47)

General Fund

- Tax Rate – maximum tax rate set at 60.30¢ for discussion
- Added headcount for Fire and Police – unfunded in FY23
- Added funding for outside requests
 - CASA - \$300K
 - GSMP - Splash Co Working \$250K
 - Art Center - \$25K
- Transfer for future CIP projects / City Hall



Council Direction Received

Hotel Occupancy Tax Fund

- Signature Event funding criteria approved by Council

Stormwater Fund

- 6.5% rate increase

Resource Recovery Fund

- 3% rate increase + \$1 surcharge

Next Steps

September 6

- Hold public hearings
- First Reading budget and tax rate
- First Reading rate ordinances

September 20

- Hold second public hearings
- Adopt budget, tax rate and rate ordinances



Stephanie Reyes

Interim City Manager

Joe Pantalione

Assistant City Manager

Laurie Moyer

Interim Assistant City Manager

Chase Stapp

Director of Public Safety

Jon Locke

Director of Finance

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Assistant Director of Finance

Brigette Clack

Financial/Budget Analyst

Thank You!