



City of San Marcos

Proposed Budget Public Hearing

Fiscal Year 2025

September 3, 2024

Budget Calendar



BUDGET EVENT	DATE	DONE
Council Visioning & Strategic Planning Work Session	January 25-26	✓
Budget Policy Workshop	February 22	✓
Budget Policy Adoption	March 19	✓
Neighborhood Commission Presentation	April 17	✓
Budget Workshop	May 21	✓
Budget Workshop	June 27	✓
Budget Submitted to Council & Maximum Tax Rate Set	August 20	✓
Neighborhood Commission Presentation	August 21	✓
Public Hearings on Budget and Tax Rate	September 3 & 17	
Budget and Tax Rate Adoption	September 17	

**PRELIMINARY
TAX ROLL:
APRIL 30th**

**CERTIFIED
TAX ROLL:
JULY 25th**

Fund Summary



Consolidated Fund Balance Statement FY 2025 Proposed Budget	FY 2025 <i>Beginning*</i> Fund Balance	FY 2025 PROPOSED Revenues	FY 2025 PROPOSED Expenses	FY 2025 <i>Ending</i> Fund Balance
General Fund	\$ 42,074,947	\$ 112,984,173	\$ 123,043,657	\$ 32,015,463
Debt Service Fund	13,451,907	19,625,575	18,827,072	14,250,410
Electric Utility Fund	23,373,700	81,309,572	79,768,752	24,914,520
Water & Wastewater Utility Fund	23,437,248	69,422,652	67,426,341	25,433,559
Stormwater Utility Fund	2,627,632	10,039,433	10,039,433	2,627,632
Transit Fund	906,341	2,868,234	2,825,957	948,618
Resource Recovery Fund	2,979,881	8,225,356	7,902,512	3,302,725
Regional Airport Fund	67,106	873,008	873,008	67,106
Community Enhancement Fee Fund	645,900	1,088,514	1,069,182	665,232
Hotel Occupancy Tax Fund	3,540,072	4,387,678	6,212,459	1,715,291
Tax Increment Reinvestment Zones (TIRZ)	6,494,625	9,059,664	8,636,462	6,917,827
All Other Funds	2,276,018	4,372,663	4,102,113	2,546,568
Health Insurance Fund	7,572,542	12,871,261	11,851,588	8,592,215
ALL FUNDS	\$ 129,447,919	\$ 337,127,783	\$ 342,578,537	\$ 123,997,166

**FY 2025 Beginning Fund Balance is an estimation of FY 2024 Ending Fund Balance*



Budget Highlights

- Tax rate remained the same at 60.30¢
- Staffing increased to support core services and City Council's strategic goals
 - Total of 15 positions added (3 Police, 5 Budget Neutral)
 - Moved 2 positions into General Fund (from CDBG and Community Enhancement)
- Cost of living adjustment
 - 3% for non-civil = \$2.0 million, all funds
 - Contractual increase of 5% for civil = \$1.3 million
- Re-establish employee homebuyer assistance = \$50K

Budget Highlights Continued



- Hopkins Redevelopment/Future City Hall Project = \$4.0 million
- Fiscal Year 2025 Capital Outlay = \$5.7 million
- Capital Improvement Program = \$84.9 million
- Second half of wayfinding = \$500K
- Historical restoration and preservation = \$438K
- Utility funds meet legal minimum debt service coverage ratio with Citizen Utility Advisory Board recommended rate adjustments

Utility Bill Comparison



Estimated Monthly Impact of Proposed Rate & Fee Changes on a "Typical" Residential Ratepayer

SERVICE or FEE	FY 2023-24 MONTHLY RATE AVERAGE	FY 2024-25 MONTHLY RATE AVERAGE	MONTHLY DOLLAR CHANGE	TYPICAL RATEPAYER DEFINED AS:
ELECTRIC	\$108.66	\$115.63	\$6.97	Average Consumption of 983 kWh
WATER	\$50.77	\$53.33	\$2.56	Average Consumption of 4,800 Gallons
WASTEWATER	\$52.77	\$55.41	\$2.64	Average Consumption of 4,788 Gallons
STORMWATER	\$14.90	\$14.90	\$0.00	R2 Residential Property
RESOURCE RECOVERY	\$29.66	\$30.95	\$1.29	Single-Family Solid Waste Collection / Recycling
COMMUNITY ENHANCEMENT	\$2.35	\$2.35	\$0.00	Residential Property
TOTAL MONTHLY IMPACT	\$259.11	\$272.57	\$13.46	COMBINED INCREASE OF: 5.5%



Next Steps

September 17

- Hold second public hearing on budget and tax rate
- Hold a public hearing on the Fiscal Year 2025 Fee Schedule
- Vote to adopt the Fiscal Year 2025 Budget
- Ratify the property tax revenue increase
- Set the tax rate



Stephanie Reyes
City Manager

Joe Pantalione
Assistant City Manager

Lonzo Anderson
Assistant City Manager

Rodney Gonzales
Assistant City Manager

Jon Locke
Finance Director/CFO

Trisha Patek
Budget Manager

Thank You