



# **City of San Marcos**

## **FY 2024 Proposed Budget Public Hearing**

September 5, 2023

# Budget Calendar



BUDGET EVENT	DATE	DONE
<del>Council Strategic Planning and Visioning</del>	<del>January 26 – 27</del>	✓
<del>Budget Policy Workshop</del>	<del>February 23</del>	✓
<del>Budget Policy Adoption</del>	<del>March 21</del>	✓
Budget Workshop #1	May 16	✓
Budget Workshop #2	June 29	✓
<del>Budget Workshop #3 – Proposed Budget Submitted</del>	<del>August 15</del>	✓
<del>Maximum Proposed Tax Rate Set</del>	<del>August 15</del>	✓
<del>Neighborhood Commission Budget Presentation</del>	<del>August 16</del>	✓
<del>Budget Workshop #4 (If needed)</del>	<del>August 21</del>	Not Needed
Public Hearings on Budget and Tax Rate	September 5 & 19	
Budget and Tax Rate Adoption (1 <sup>st</sup> & 2 <sup>nd</sup> Reading)	September 5 & 19	

**PRELIMINARY  
TAX ROLL:  
APRIL 30<sup>th</sup>** ✓

**CERTIFIED  
TAX ROLL:  
JULY 25<sup>th</sup>** ✓

# Fund Summary



CITY OF SAN MARCOS Consolidated Fund Balance Statement FY 2024 Proposed Annual Budget	FY 2024 <i>Beginning*</i> <b>Fund Balance</b>	FY 2024 <b>PROPOSED</b> <b>Revenues</b>	FY 2024 <b>PROPOSED</b> <b>Expenses</b>	FY 2024 <i>Ending</i> <b>Fund Balance</b>
General Fund	34,438,860	111,351,806	114,880,338	30,910,328
Debt Service Fund	11,121,687	18,021,814	17,800,599	11,342,902
Electric Utility Fund	12,302,059	72,749,545	73,934,172	11,117,432
Water & Wastewater Utility Fund	18,881,286	63,256,984	65,200,822	16,937,448
Stormwater Utility Fund	1,689,510	9,475,184	9,440,380	1,724,314
Transit Fund	566,309	3,367,290	3,367,290	566,309
Resource Recovery Fund	2,267,895	7,243,073	7,243,073	2,267,895
Regional Airport Fund	75,615	851,387	851,387	75,615
Community Enhancement Fee Fund	381,002	1,085,322	1,085,322	381,002
Hotel Occupancy Tax Fund	3,627,879	4,964,188	5,637,788	2,954,279
Tax Increment Reinvestment Zones (TIRZ)	2,532,239	8,615,393	7,449,091	3,698,541
All Other Special Revenue Funds	1,923,555	3,312,437	3,446,640	1,789,352
Health Insurance Fund	7,403,399	10,890,892	10,813,550	7,480,741
<b>ALL FUNDS</b>	<b>97,211,295</b>	<b>315,185,315</b>	<b>321,150,452</b>	<b>91,246,158</b>

\*FY24 Beginning Fund Balance is an estimation of FY23 ending fund balance



# FY 2024 Budget Highlights

- **Tax rate remained the same at 60.30¢**
- **Staffing increased to support core services and City Council's strategic goals**
  - Total of 29 positions added (3 Sworn Police and 5 Fire)
- **Market-based classification and compensation study**
  - Implementation = \$4.4 Million
- **Historical Restoration and Preservation**
  - Per Council direction adding \$45K, totaling = \$195K
- **Human Services Advisory Board**
  - Increased \$150K (\$100K ARPA & \$50K GF), totaling = \$650K



# **FY 2024 Budget Highlights – Cont.**

- **New City Hall** = \$2.8 million
- **Capital outlay** = \$5.8 million
- **Capital Improvement Program** = \$77 million
- **Signature Events** = \$188K
  - Summer in the Park, Sacred Springs Powwow, Sights and Sounds of Christmas, Mermaid Promenade and Faire
- **City hosted events** = \$60K
  - Veterans Day, Summer Fest Fireworks, and Arts Commission
- **Museum funding** = \$125K
- **Second half of wayfinding** = \$500K
- **City branding** = \$80K

# Utility Bill Comparison



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

SERVICE or FEE	FY 2022-23 MONTHLY RATE AVERAGE	FY 2023-24 MONTHLY RATE AVERAGE	MONTHLY DOLLAR CHANGE	TYPICAL RATEPAYER DEFINED AS:
ELECTRIC	\$93.01	\$94.72	\$1.71	Average Consumption of 983 kWh
WATER	\$56.47	\$59.29	\$2.82	Average Consumption of 4,800 Gallons
WASTEWATER	\$48.26	\$50.67	\$2.41	Average Consumption of 4,788 Gallons
STORMWATER	\$14.90	\$14.90	\$0.00	R2 Residential Property
RESOURCE RECOVERY	\$28.80	\$29.66	\$0.86	Single-Family Solid Waste Collection / Recycling
COMMUNITY ENHANCEMENT	\$1.50	\$2.35	\$0.85	Residential Property
<b>TOTAL MONTHLY IMPACT</b>	<b>\$242.94</b>	<b>\$251.60</b>	<b>\$8.66</b>	<b>COMBINED INCREASE OF: 3.6%</b>



# Next Steps

## September 19

- Hold second public hearing on budget and tax rate
- Vote to adopt the FY 2024 Budget
- Ratify the property tax revenue increase
- Set the tax rate

# Thank You



***Stephanie Reyes***

*City Manager*

***Jon Locke***

*Director of Finance*

***Joe Pantalione***

*Assistant City Manager*

***Ismael Garcia***

*Assistant Director of Finance*

***Laurie Moyer***

*Assistant City Manager*

***Trisha Patek***

*Budget Manager*

***Chase Stapp***

*Assistant City Manager*

***Brigitte Clack***

*Financial/Budget Analyst*

Document links:

[FY24 Proposed Budget](#)

[Capital Improvement Program FY 2024-2033](#)