



COUNCIL AGENDA ITEM MEMORANDUM

DEPT./DIVISION SUBMISSION & REVIEW:

Brynn Myers, City Manager
Traci Barnard, Director of Finance

ITEM DESCRIPTION: PUBLIC HEARING: Receive presentation by the City Manager and conduct a public hearing on the proposed FY 2024-2025 Budget.

BACKGROUND: The City Manager's recommended budget was filed in accordance with the City Charter on June 27, 2024. Council has met for one budget related work session on July 11th with additional budget related work sessions scheduled for July 18th and August 1st.

This is the public hearing on the proposed FY 2024-2025 Budget and complies with State Statute and City Charter requirements that must be met before the budget can be considered for adoption by Council.

These proposed meeting dates and publication schedules comply with the Truth-In-Taxation requirements set forth by State Law and the City Charter.

ALIGNMENT WITH ADOPTED PLANS:

Plan	Comments
Strategic Plan	This item supports the City of Temple's Strategic Plan goal of "An efficient, transparent, and accountable government", as well as the Strategic Plan commitment of "Employ fiscally-responsible practices and policies that ensure City investments are made based on sound review and analysis."

STAFF RECOMMENDATION: Receive presentation and conduct public hearing. Final action is to be taken by Council at the August 15th meeting.

BOARDS & COMMISSIONS RECOMMENDATION: This item was not reviewed by any of the official boards and commissions.

FISCAL IMPACT: The proposed FY 2024-2025 Budget as filed on June 27, 2024:

	FY2024 ADOPTED Budget	FY2025 PROPOSED Budget	% Increase/ (Decrease)
Revenues/ Other Sources:			
General Fund	\$ 117,746,728	\$ 126,361,352	7.32%
Water & Wastewater Fund	58,785,144	67,987,777	15.65%
Debt Service Fund	30,570,880	31,290,139	2.35%
Hotel/Motel Tax Fund	3,407,090	5,432,687	59.45%
Drainage Fund	3,186,945	3,220,278	1.05%
Federal/State Grant Fund	778,505	744,152	-4.41%
Reinvestment Zone No. 1 Fund	37,322,968 ⁽²⁾	33,436,133 ⁽⁴⁾	-10.41%
Temple Revitalization Corporation	343,800	194,300	-43.48%
Total Revenues/ Other Sources	\$ 252,142,060	\$ 268,666,818	6.55%
Expenditures/ Transfers:			
General Fund	\$ 122,755,878 ⁽¹⁾	\$ 130,302,652 ⁽³⁾	6.15%
Water & Wastewater Fund	58,785,144	67,987,777	15.65%
Debt Service Fund	30,570,880	31,290,139	2.35%
Hotel/Motel Tax Fund	3,407,090	6,212,393	82.34%
Drainage Fund	3,186,945	3,254,178	2.11%
Federal/State Grant Fund	778,505	744,152	-4.41%
Reinvestment Zone No. 1 Fund	42,009,939 ⁽²⁾	34,317,653 ⁽⁴⁾	-18.31%
Temple Revitalization Corporation	343,800	194,300	-43.48%
Total Expenditures/ Transfers	\$ 261,838,181	\$ 274,303,244	4.76%

⁽¹⁾ Includes the use of \$5,009,150 in Undesignated Fund Balance - Capital Projects to fund the following:

- *Capital - \$3,670,350
- *Strategic Investment Zone (SIZ) - \$100,000
- *Temple Revitalization Corporation - \$343,800
- *Service Center Master Plan - \$250,000
- *Hillcrest Cemetery Master Plan - \$135,000
- *Arts District Master Plan - \$100,000
- *Technology & Smart City Master Plan - \$80,000
- *Summit Recreation Master Plan/Strategic Plan - \$75,000
- *Aquatic System Assessment - \$70,000
- *Demolition of Old Solid Waste Facility - \$50,000
- *Neighborhood Planning District - Woodlawn Overlay - \$50,000
- *Neighborhood Planning District - Oaks @ Westwood Overlay - \$50,000
- *Historic Preservation Plan - \$35,000

⁽²⁾ As amended in the Financing Plan approved by the Reinvestment Board on 06/28/23 and Council on 07/20/23.

⁽³⁾ Includes the use of \$3,941,300 in Undesignated Fund Balance - Capital Projects to fund the following:

- *Capital - \$2,947,000
- *Supplement Health Insurance Increase - \$700,000
- *Temple Revitalization Corporation - \$194,300
- *GIS Master Plan - \$100,000

⁽⁴⁾ As amended in the Financing Plan approved by the Reinvestment Board on 05/29/24 and Council on 06/20/24.

The tax rate proposed in the budget document filed on June 27, 2024 was 62.67¢. The rate was developed based on estimates and is subject to change once staff receives the Certified Roll and the No-New Revenue Tax Rate calculations.

ATTACHMENTS:

FY 2024-2025 Message From The City Manager
FY 2024-2025 Financial Plan Narrative
FY 2024-2025 Annual Budget Narrative