



FRAMING OUR FUTURE

*City of Cedar Park, Texas
Annual Budget, Fiscal Year 2020*

HIGHLIGHTS IN PROPOSED BUDGET



Property Tax
Rate and Debt
Management



Current and
Future Impact
of Revenue
Changes



Employee
Compensation:
Public Safety
Pay Plans,
Merit and
Market Pay



Workforce:
2 Police Positions,
1 Library Position



2015 Bond
Program, Facility
Improvements,
Community
Projects



Economic
Development

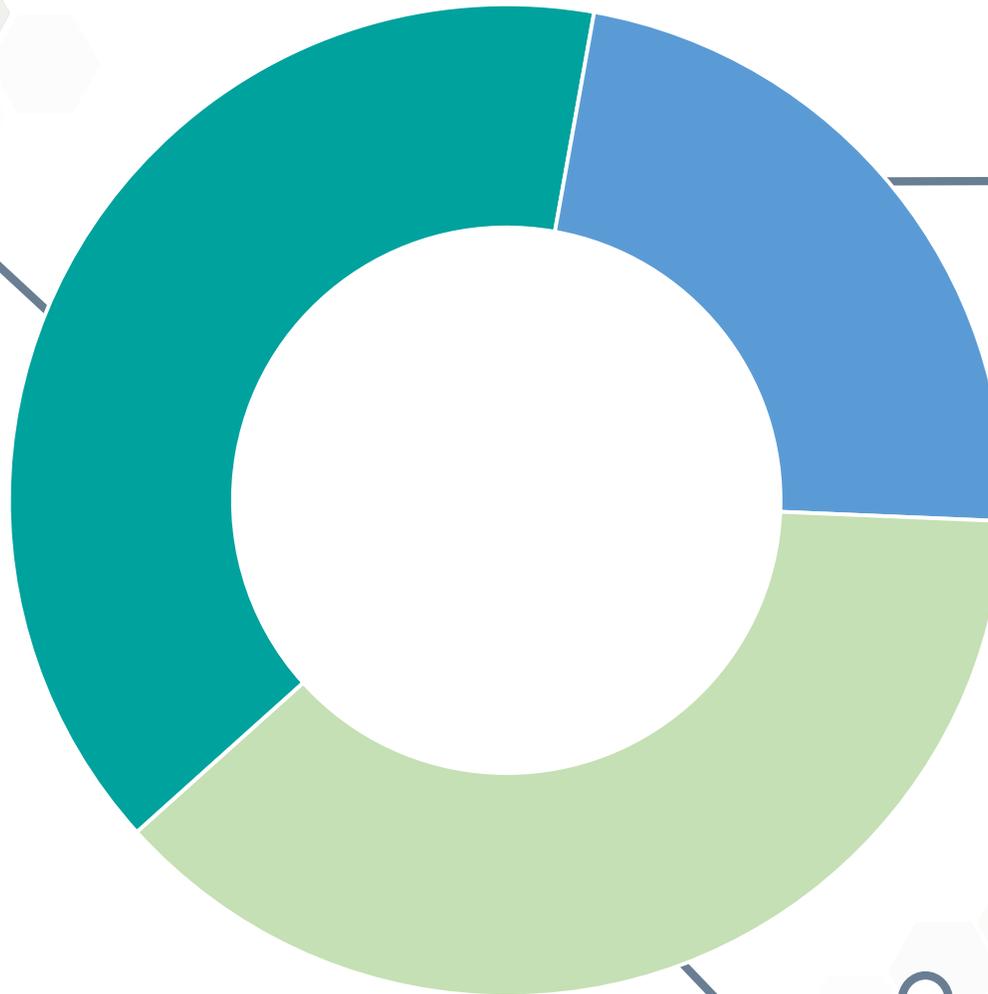


Full
Implementation
of Drainage
Program

TOTAL OPERATING BUDGET - \$152 MILLION

**GENERAL FUND,
\$58.1 M**

*Day to Day City Operations
funded by Property Tax,
Sales Tax, User Fees*



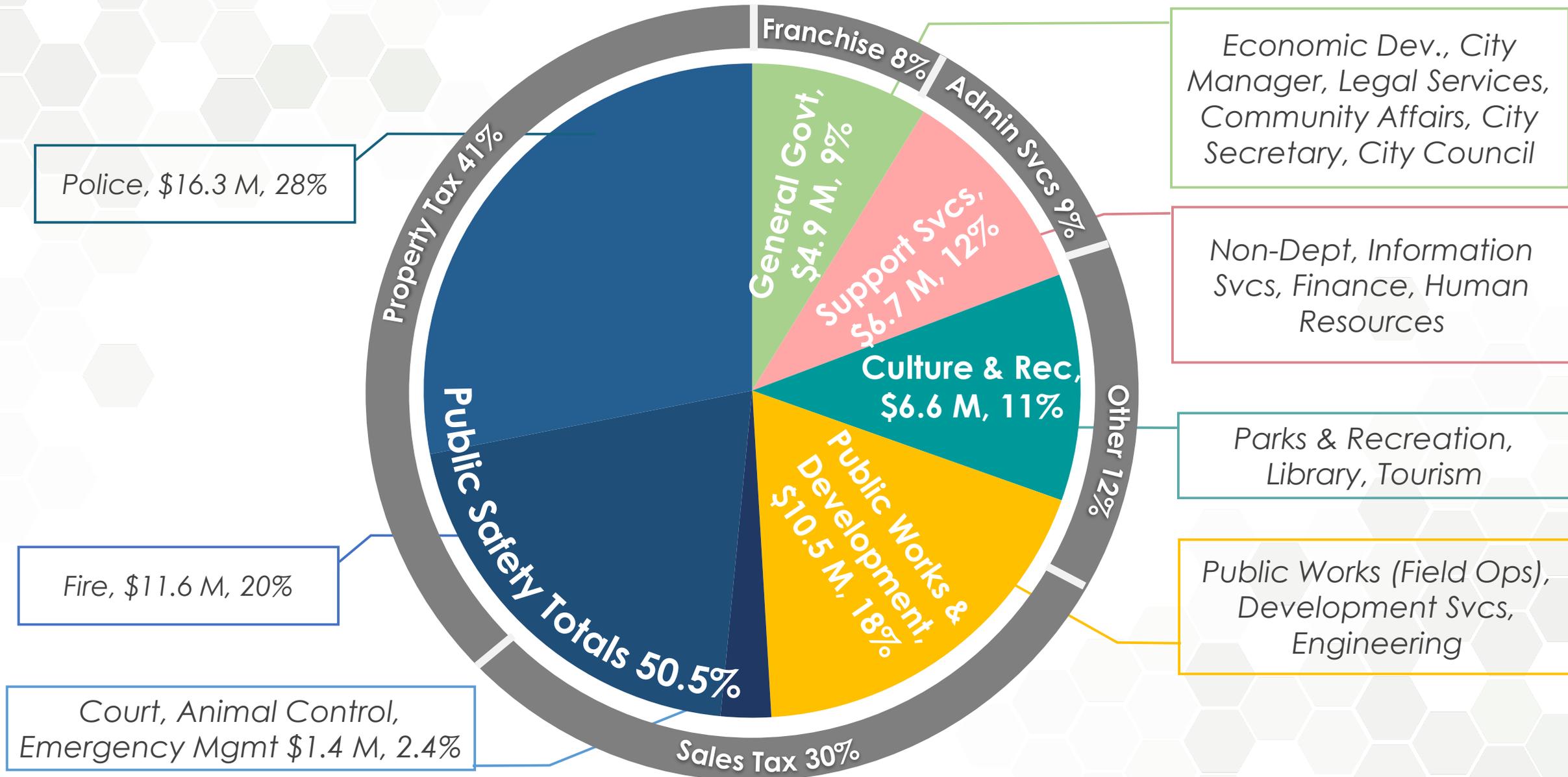
**UTILITY FUND,
\$41.8 M**

*Water & Wastewater funded
by monthly water bills*

**RESTRICTED FUNDS,
\$52.1 M**

*Revenues for specific purposes
(4A, 4B, Debt Service, Cable Fund,
Public Arts, Replacement Fund, etc.)*

FY 2020 GENERAL FUND BY FUNCTION - \$58.1 M



AD VALOREM – PROPERTY TAX

TAXABLE AD VALOREM

2018 Certified to 2019 Certified

	FY 2019	FY 2020	Growth
Base Value	-	\$8.98 Billion	4.4%
New Growth	-	\$0.19 Billion	2.1%
Net Taxable Value	\$8.60 Billion	\$9.16 Billion	6.5%

Local Option Exemption	Foregone Levy
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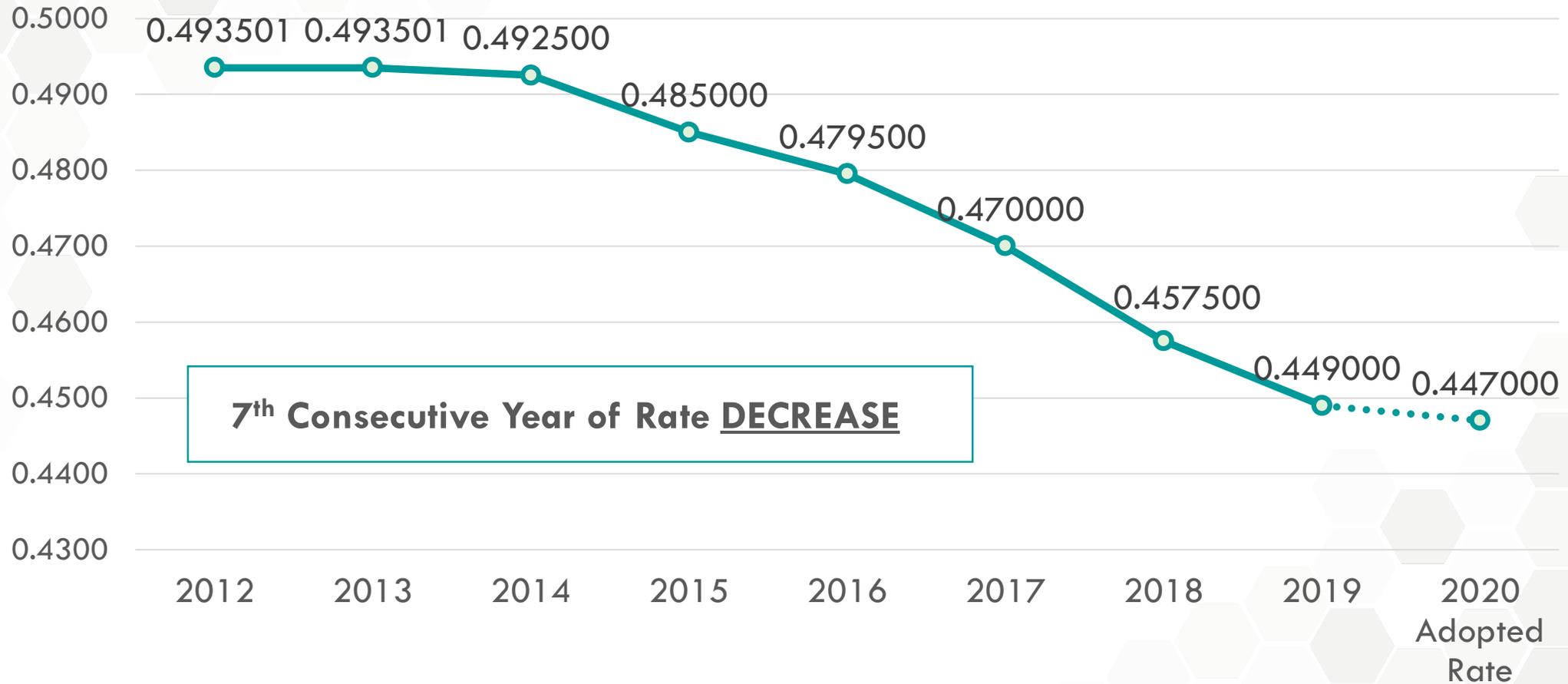
Over 65 Exemption	(\$416,000)
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Disabled Exemption	(\$23,000)
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Homestead Exemption	(360,000)
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Freeze/Ceiling	(\$660,000)
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AD VALOREM RATE HISTORY

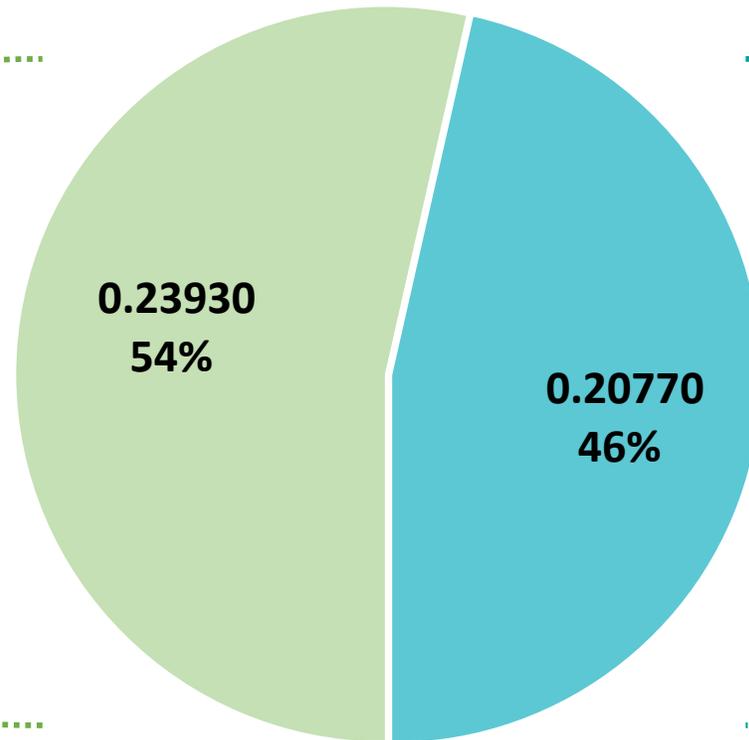


AD VALOREM RATE BY COMPONENTS

Total Rate: \$0.4470

General Fund (M&O)

- Public Safety
- Street Maintenance
- Parks
- Library
- Engineering
- Development
- Support Services



Debt Service (I&S)

- Accounts for the funds used to make principal and interest payments on outstanding bonds

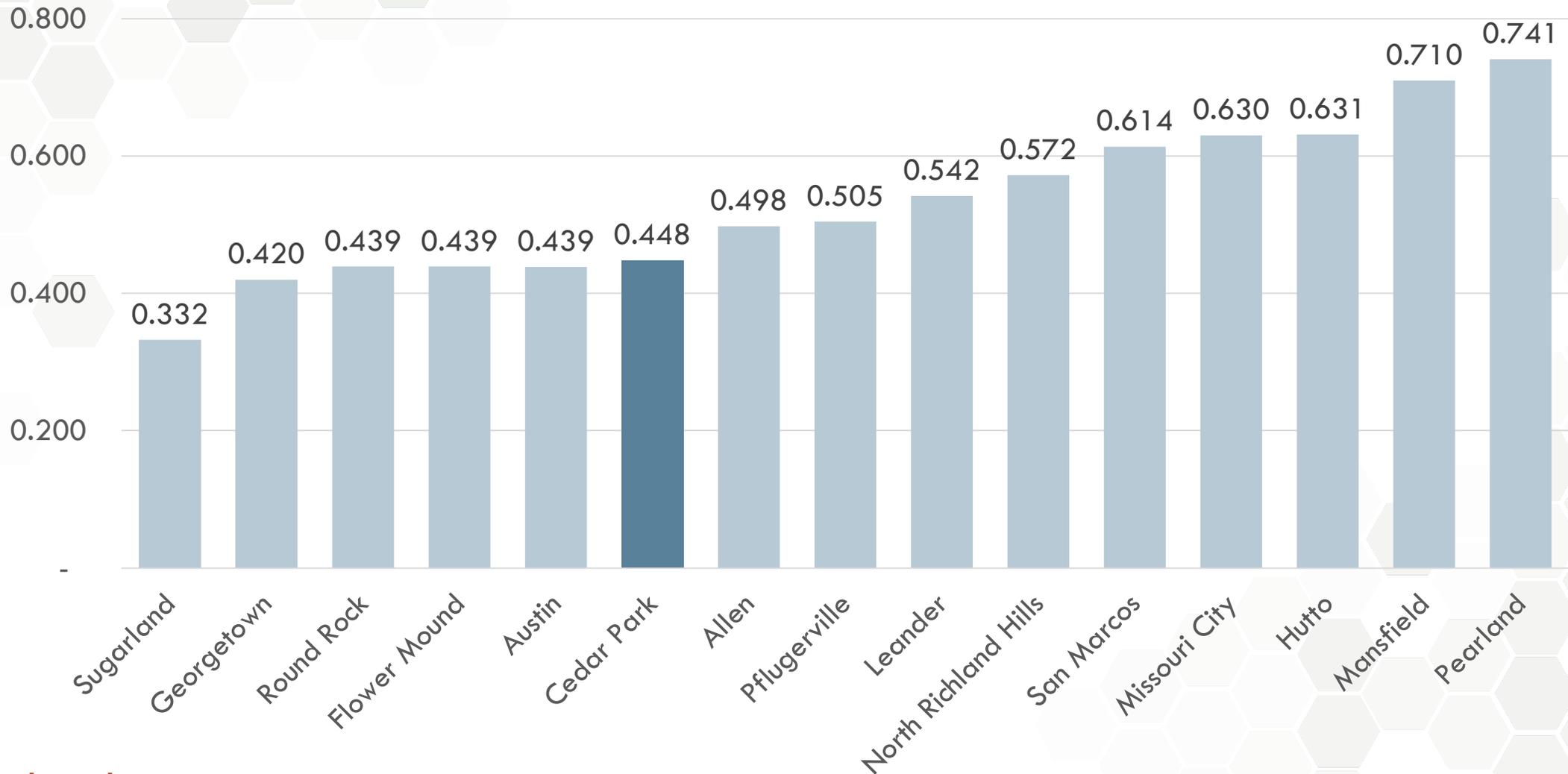
HOME VALUES AND LEVY IMPACT

AVERAGE VALUE	FY 2019	FY 2020	% Increase	% Homes
Williamson County	\$302,000	\$315,400	4.4%	89%
Travis County	\$455,200	\$469,900	3.2%	11%
Combined All	\$319,600	\$333,200	4.2%	100%

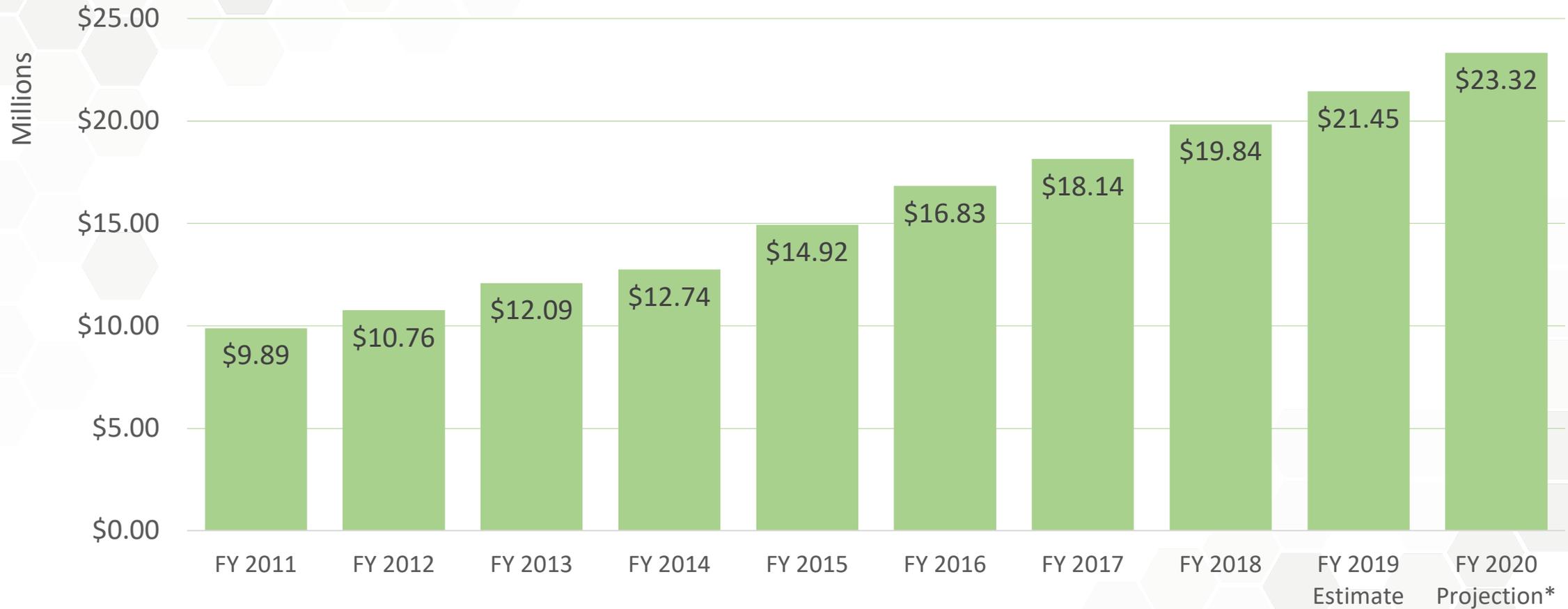
AVERAGE LEVY	FY 2019	FY 2020	% Increase	Annual Impact	Monthly Impact
Williamson County	\$1,356	\$1,410	4.0%	\$54	\$4.49
Travis County	\$2,044	\$2,100	2.8%	\$57	\$4.72
Combined All	\$1,435	\$1,489	3.8%	\$54	\$4.53

BENCHMARK AND AREA CITIES

Proposed FY 2020 Rates



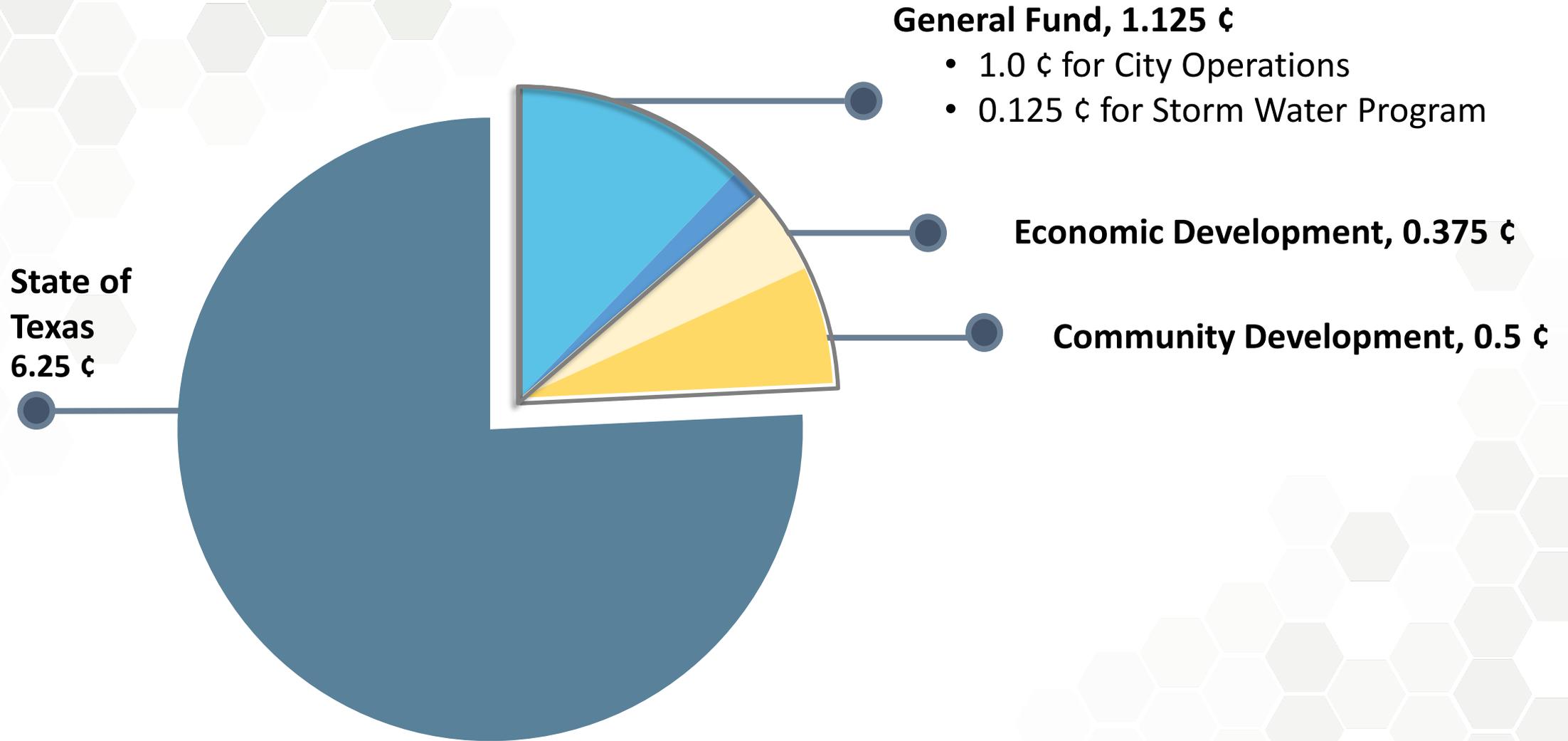
AD VALOREM REVENUE – GENERAL FUND M&O



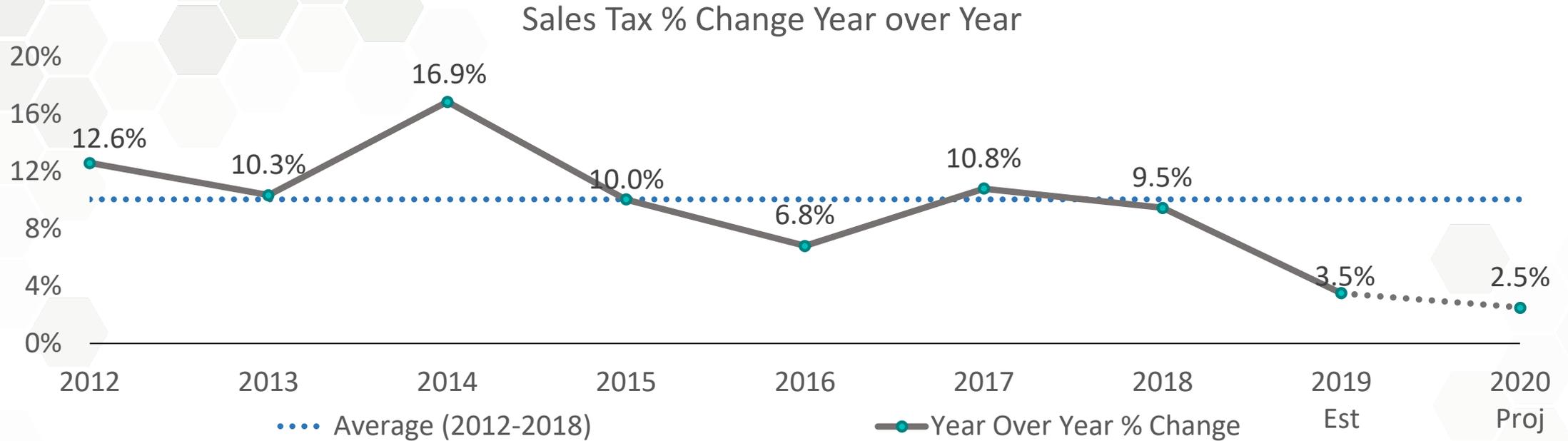
* Includes **\$510K** set aside for existing 380/Economic Development Incentive Agreements

SALES TAX & OTHER REVENUE

SALES TAX ALLOCATION – 8.25 CENTS

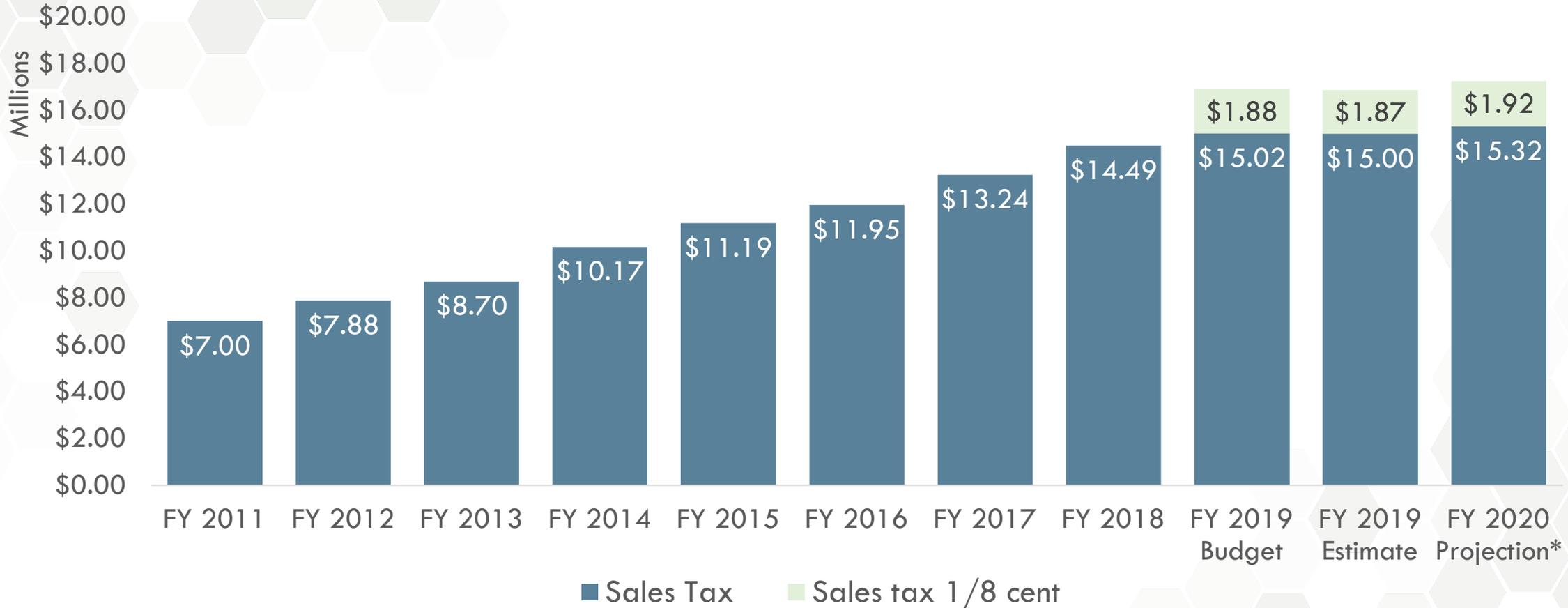


SALES TAX PROJECTIONS



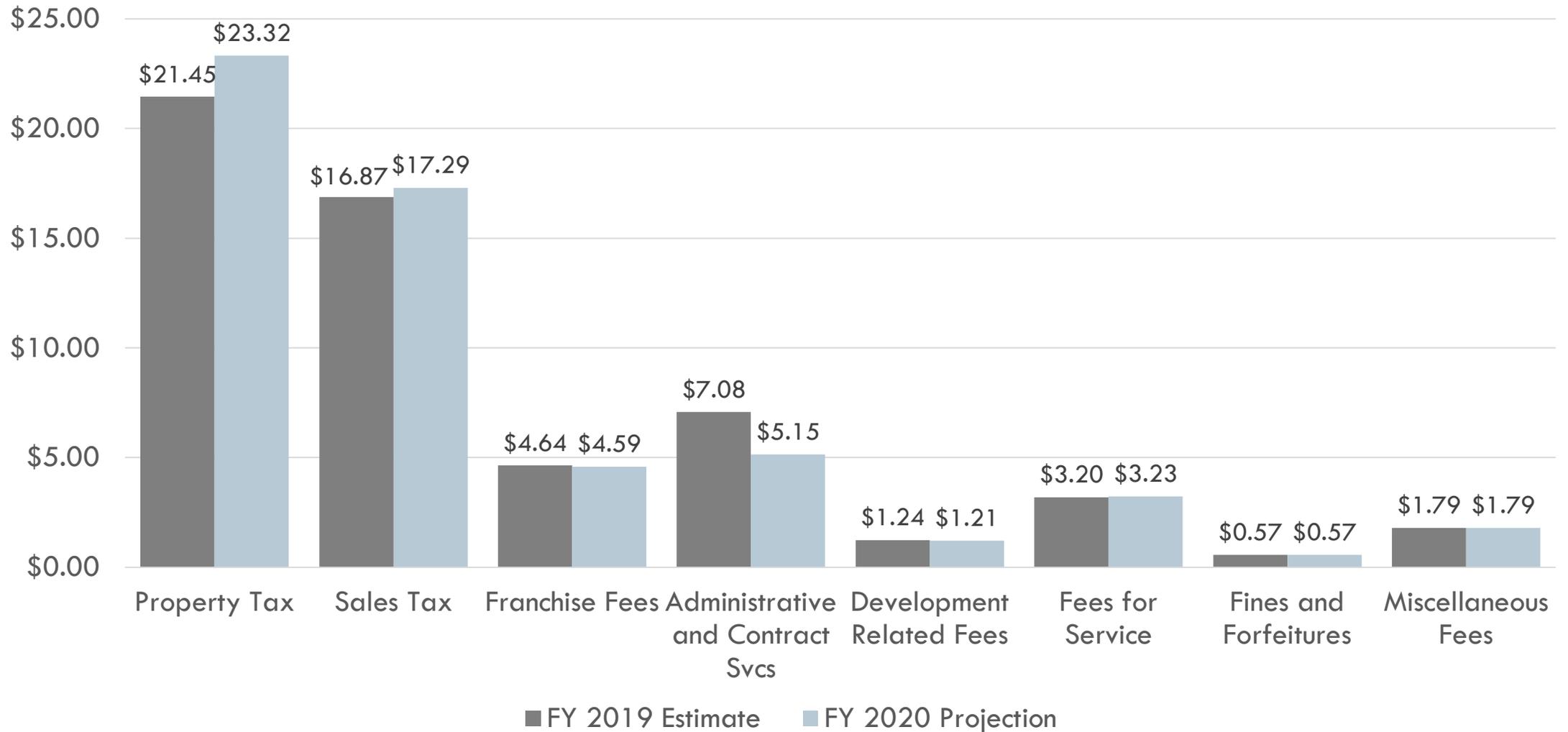
	FY 2019 Budget	FY 2019 Estimate	Change	FY 2020 Estimate	Change
Sales Tax – 1 Cent	\$15,017,009	\$14,996,126	(20,883)	\$15,371,029	374,903
Sales Tax – 1/8 Cent	\$1,877,126	\$1,872,019	(5,107)	\$1,919,309	47,290

SALES TAX REVENUE – GENERAL FUND 1.125 CENTS



* Includes **\$1.62 M** set aside for existing 380/Economic Development Incentive Agreements

GENERAL FUND REVENUE CATEGORIES



GENERAL FUND EXPENDITURES

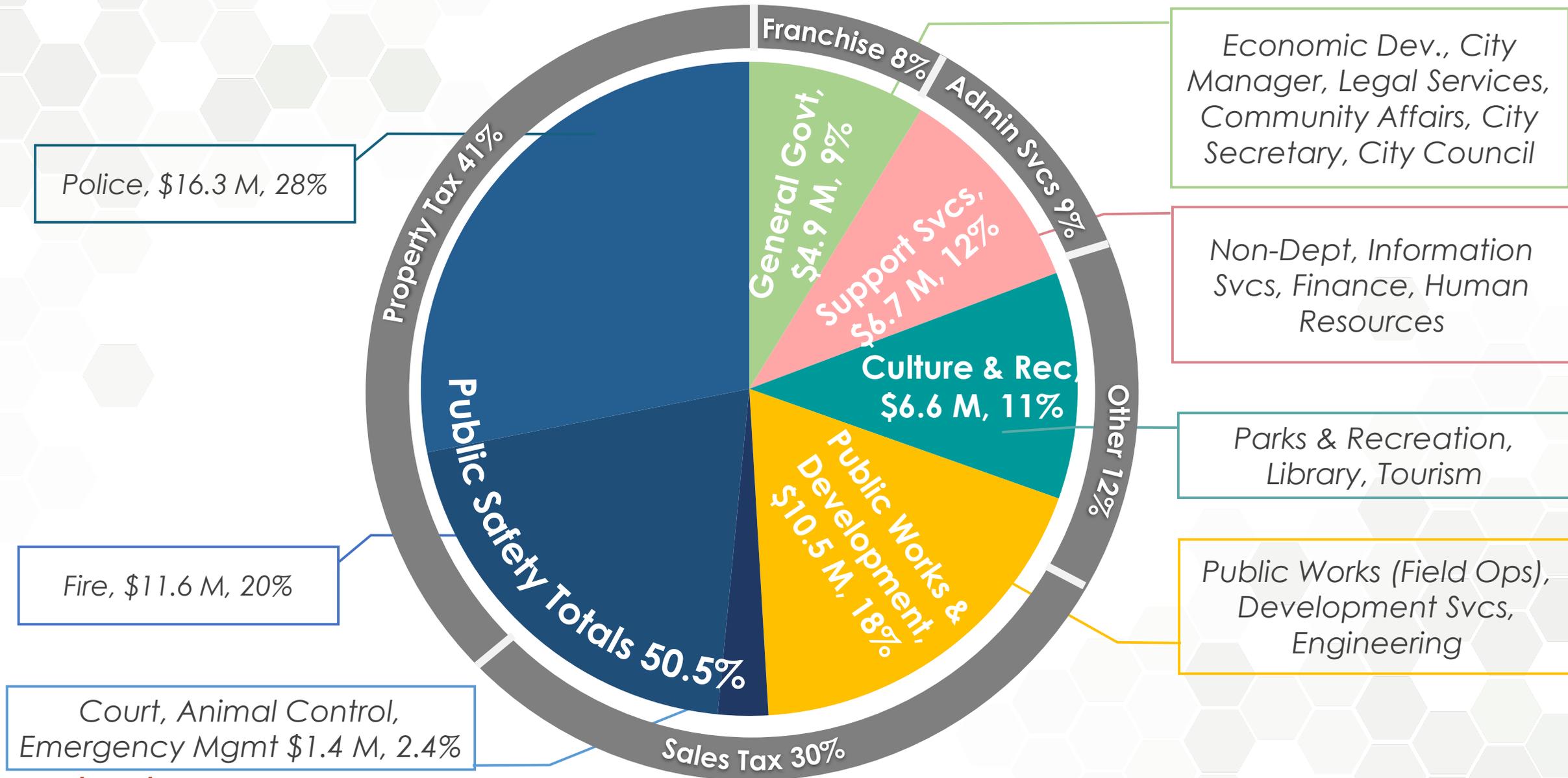
EXPENDITURES SUMMARY

A	B	C	D	E
2019	<i>Budget Development</i>			2020
Budget	Base	Base Adjustments	Recommended	Proposed Budget

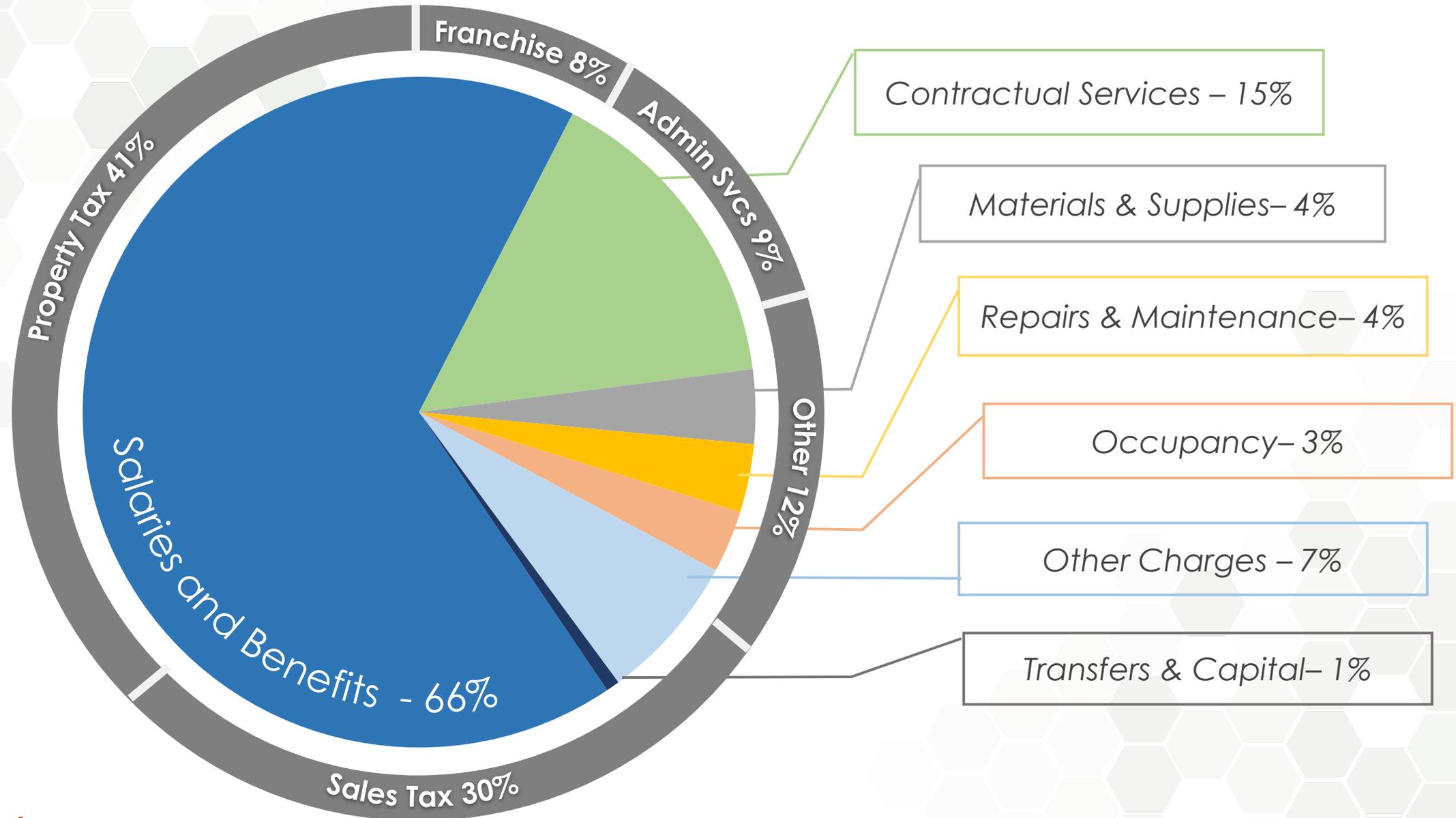
EXPENDITURES

SALARIES AND BENEFITS	36,903,019	36,930,729	-	1,604,520	38,535,249
MATERIALS AND SUPPLIES	2,264,787	2,008,227	9,500	242,450	2,260,177
REPAIRS AND MAINTENANCE	1,624,606	1,497,918	65,715	424,500	1,988,133
OCCUPANCY	1,630,868	1,723,230	-	1,852	1,725,082
CONTRACTUAL SERVICES *	8,507,681	8,474,086	218,302	209,164	8,901,552
OTHER CHARGES	4,080,660	3,958,020	81,551	61,194	4,100,765
CONTINGENCY	140,000	140,000	-	-	140,000
CAPITAL OUTLAY	762,980	10,000	-	269,000	279,000
TRANSFERS	364,782	154,782	-	-	154,782
TOTAL EXPENDITURES	\$ 56,279,383	\$ 54,896,992	\$ 375,068	\$ 2,812,680	\$ 58,084,740

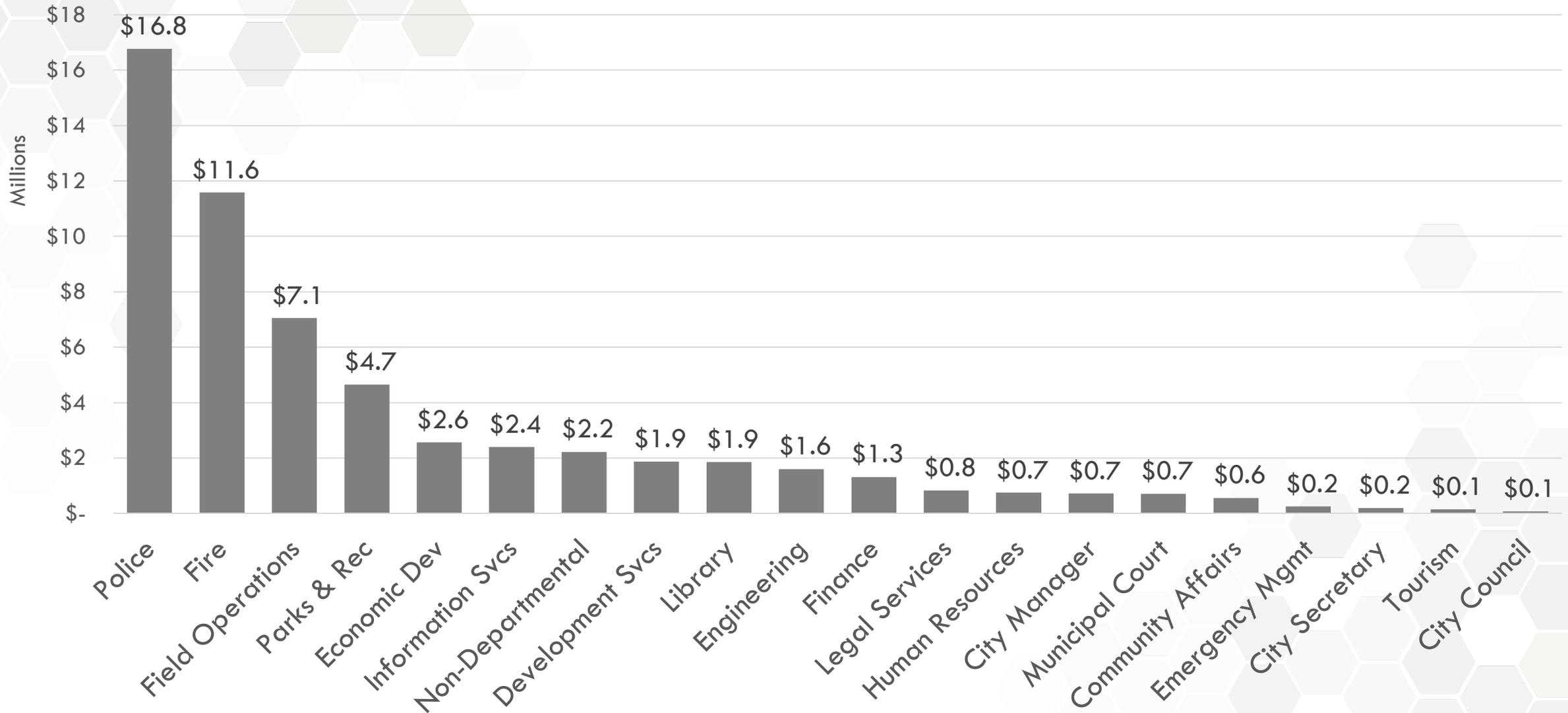
FY 2020 GENERAL FUND BY FUNCTION - \$58.1 M



FY 2020 GENERAL FUND BY CATEGORY - \$58.1 M



FY 2020 BUDGET BY DEPARTMENT



PUBLIC SAFETY - \$1.5 M, 2 FTEs



PROPOSED ENHANCEMENT	ONE-TIME	ON-GOING	TOTAL
Sergeant - CID Special Victims Unit (1 FTE)	\$58,827	\$131,605	\$190,432
Detective – CID Support Services Bureau (1 FTE)	59,437	98,654	158,091
Police and Fire Step Pay Plan Compensation	-	807,500	807,500
Building Fire Control Panel	110,000	-	110,000
Audio Recording System Replacement	200,000	20,000	220,000
Brave Alliance	-	8,000	8,000
Total	\$428,264	\$1,065,759	\$1,494,023

PARKS AND LIBRARIES - \$390K, 1 FTE



PROPOSED ENHANCEMENT

Library Generalist – Public Services Division (1 FTE)

\$2,100

\$41,164

\$43,264

Additional Digital Library Materials

-

34,000

34,000

Playgrounds Replaced in 3 Parks

200,000

-

200,000

Tennis and Basketball Court Surface Improvements

90,000

-

90,000

Camp Timberwolf Staffing Adjustment

-

22,284

22,284

Total

\$292,100

\$97,448

\$389,548

PUBLIC WORKS & DEVELOPMENT - \$192K



PROPOSED ENHANCEMENT	ONE-TIME	ON-GOING	TOTAL
Crash Attenuator Truck	\$112,000	\$4,500	\$116,500
Update Americans with Disabilities Act (ADA) Plan	75,000	-	75,000
Total	\$187,000	\$4,500	\$191,500

SUPPORT SERVICES & CITYWIDE – \$748K



PROPOSED ENHANCEMENT	ONE-TIME	ON-GOING	TOTAL
Information Technology Annual Audit	35,000	-	\$35,000
Network and Security Upgrades	39,549	16,060	55,609
Data Retention Requirement		20,000	20,000
Facility Security Assessment	50,000	-	50,000
Citywide Facility Repairs	-	72,000	72,000
Performance Pay & Compensation Plan	-	515,000	515,000
Total	\$124,549	\$623,060	\$747,609

COMMUNITY SUPPORT PROGRAMS

Organization	FY 2019 Funding	FY 2020 Request	FY 2020 Budget
Faith in Action	\$31,800	\$34,165	\$20,000
WBCO – Meals on Wheels	11,060	12,000	12,000
Hope Alliance	10,300	30,000	15,000
Christian Resource Center	14,720	17,500	10,000
CASA of Williamson County	4,680	10,000	9500
Sacred Heart Community Clinic	8,940	7,000	-
Literacy Council of Williamson County	-	2,500	2,500
Samaritan Health Ministries	-	25,000	12,500
Total	\$81,500	\$138,165	\$81,500

GENERAL FUND SUMMARY

	FY 2020 Proposed
Revenues	\$ 57,136,667
Expenses	\$ 58,084,740
Revenue Over/(Under) Expenses	(\$ 948,073)
<i>NET of One-Time Expenses and Revenue</i>	\$ 948,208
Revised Structural Balance	\$ 135

<i>Ending Balance</i>	\$ 20,524,249
<i>Fund Balance as % of Expenditures *</i>	35%

* Policy directs maintaining fund balance at 25% to 50% of budgeted operating expenditures

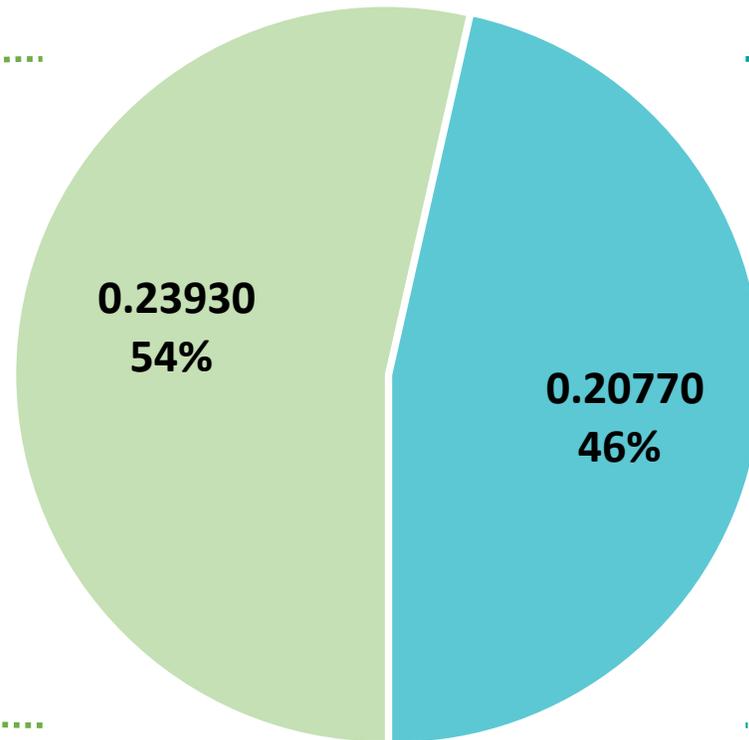
DEBT SERVICE

AD VALOREM RATE BY COMPONENTS

Total Rate: \$0.4470

General Fund (M&O)

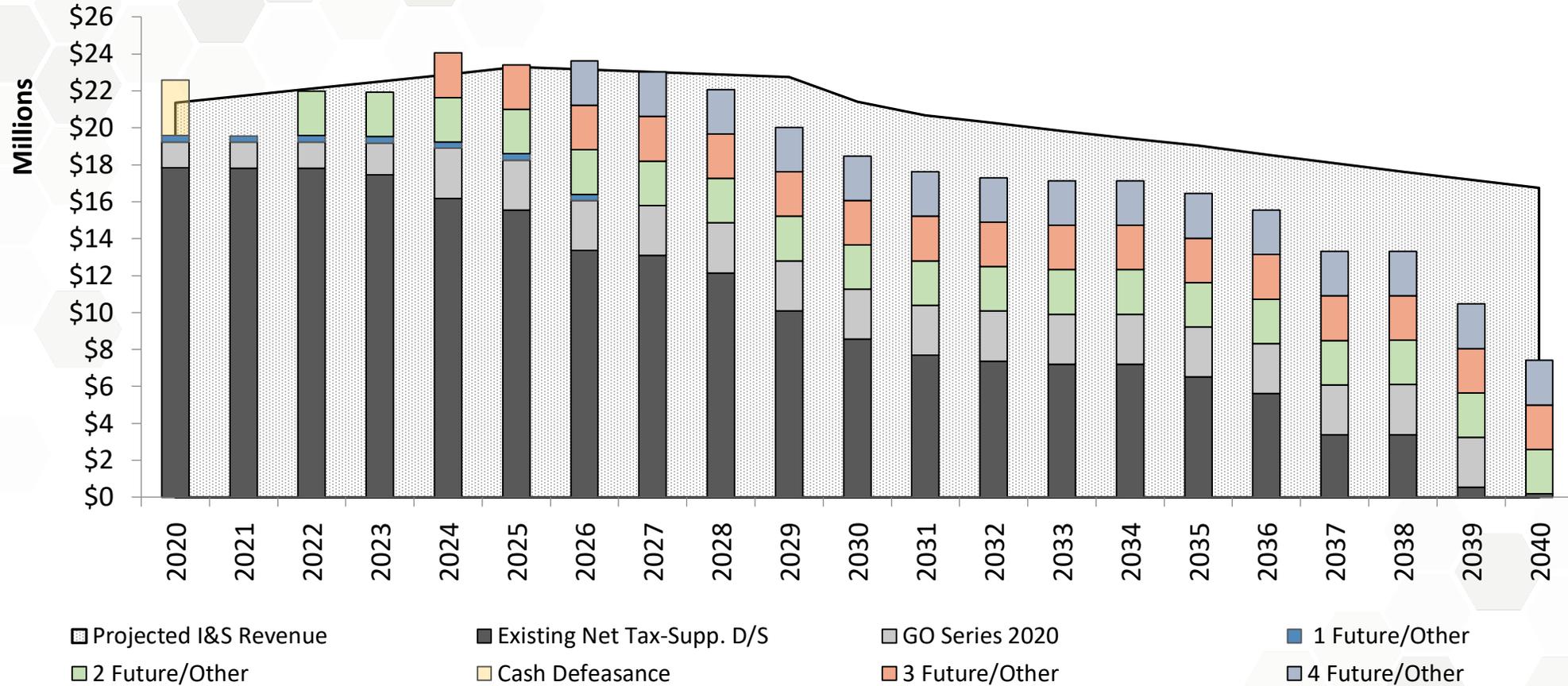
- Public Safety
- Street Maintenance
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- Library
- Engineering
- Development
- Support Services



Debt Service (I&S)

- Accounts for the funds used to make principal and interest payments on outstanding bonds

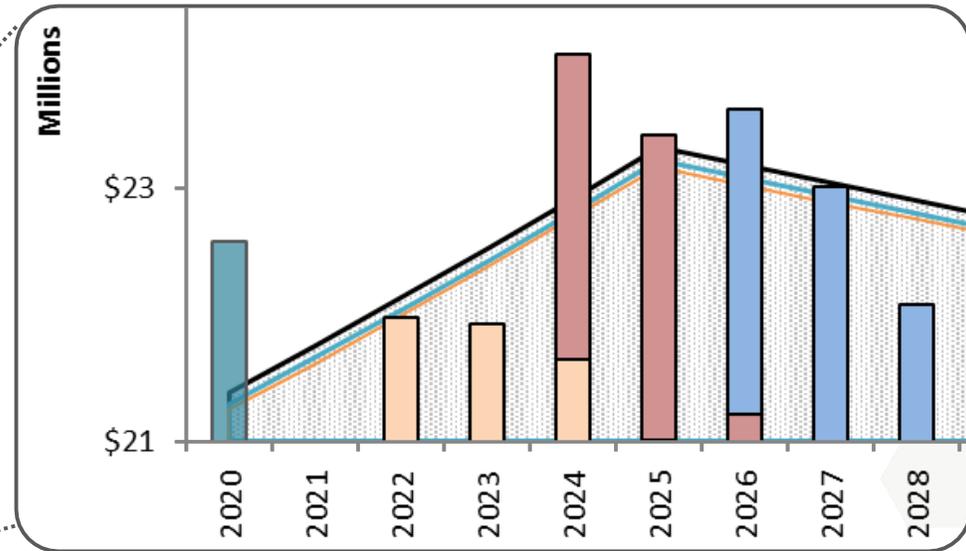
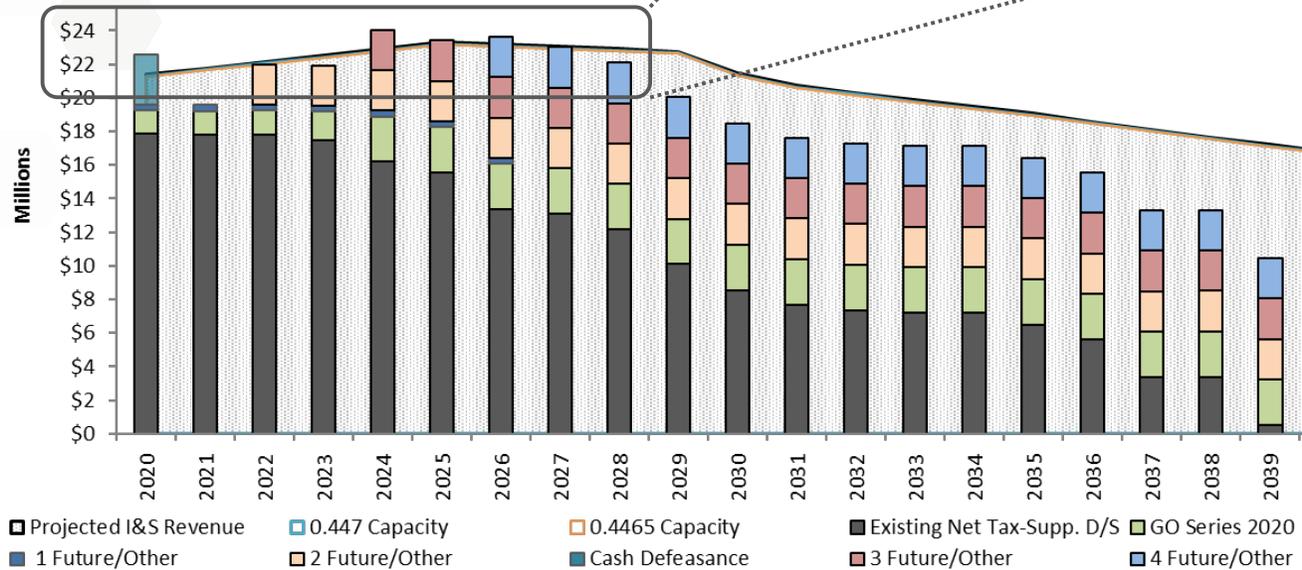
DEBT SERVICE CAPACITY (I&S RATE: 0.20770)



IMPACT OF CHANGES TO I&S RATE

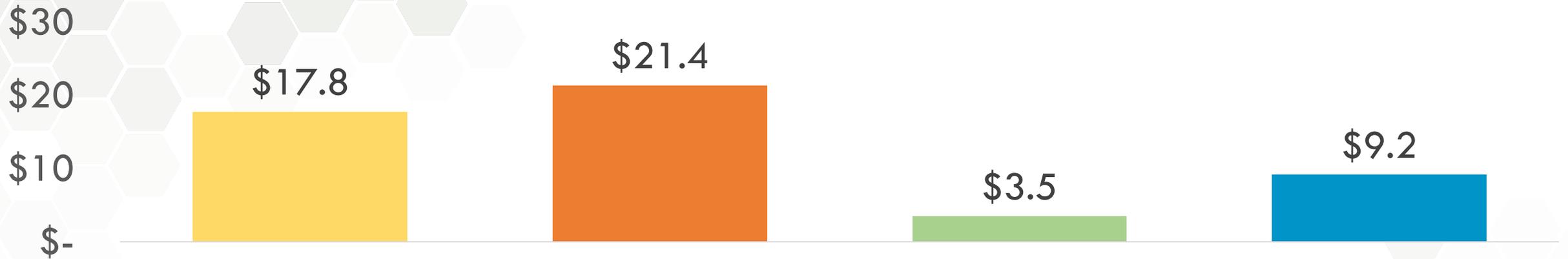
Levy Decrease	Rate Decrease	Rate Scenario	2019 Levy	2020 Levy	Annual \$ Chg	Monthly \$ Chg	Debt Capacity
No Decrease	-	0.4490	1,435	1,496	\$61	\$5.09	-
1/10 Cent (Proposed)	(0.0010)	0.4480	1,435	1,493	\$58	\$4.81	\$1.82 M
2/10 Cent (Adopted)	(0.0020)	0.4470	1,435	1,489	\$54	\$4.53	\$1.72 M
1/4 Cent	(0.0025)	0.4465	1,435	1,488	\$53	\$4.39	\$1.67 M

IMPACT OF CHANGES TO I&S RATE



CAPITAL BUDGET

GENERAL CAPITAL PROJECTS BY CATEGORY – \$52 M



Transportation

- Brushy Creek Road
-
- RM 1431 (Bagdad to AMR)
-
- Bell Boulevard Redevelopment
-
- Lakeline Roadways
-
- New Hope RR to SB
-
- Toro Grande Extension
-
- Right Turn Lane on Bell

Facilities

- New Library
-
- Building 1 Reconfiguration
-
- Fire Station Improvements

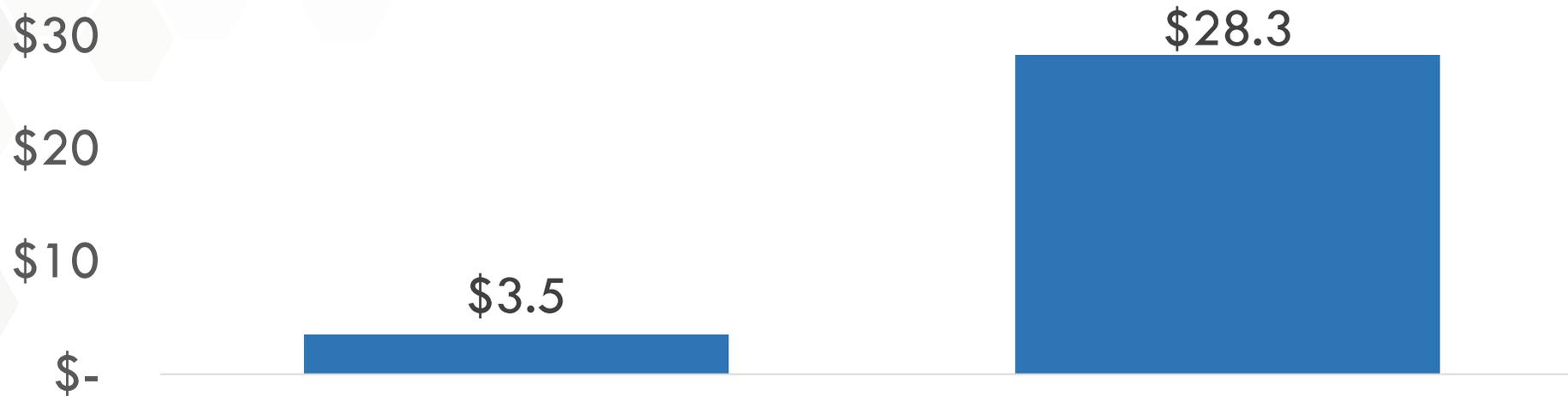
Parks

- Lakeline Park
-
- North Brushy Creek Trail
-
- Regional Trail Connection and Shared Use Bridge
-
- Bell Boulevard Park
-
- Veterans Dog Park Improvements

Drainage

- Cluck Creek Lower
-
- Ranchettes 2 and 3
-
- Riviera East
-
- Block House Creek - Park Channel

UTILITY CAPITAL PROJECTS BY CATEGORY – \$32 M



Water

- Elevated Storage Tank
-
- Other Water Infrastructure

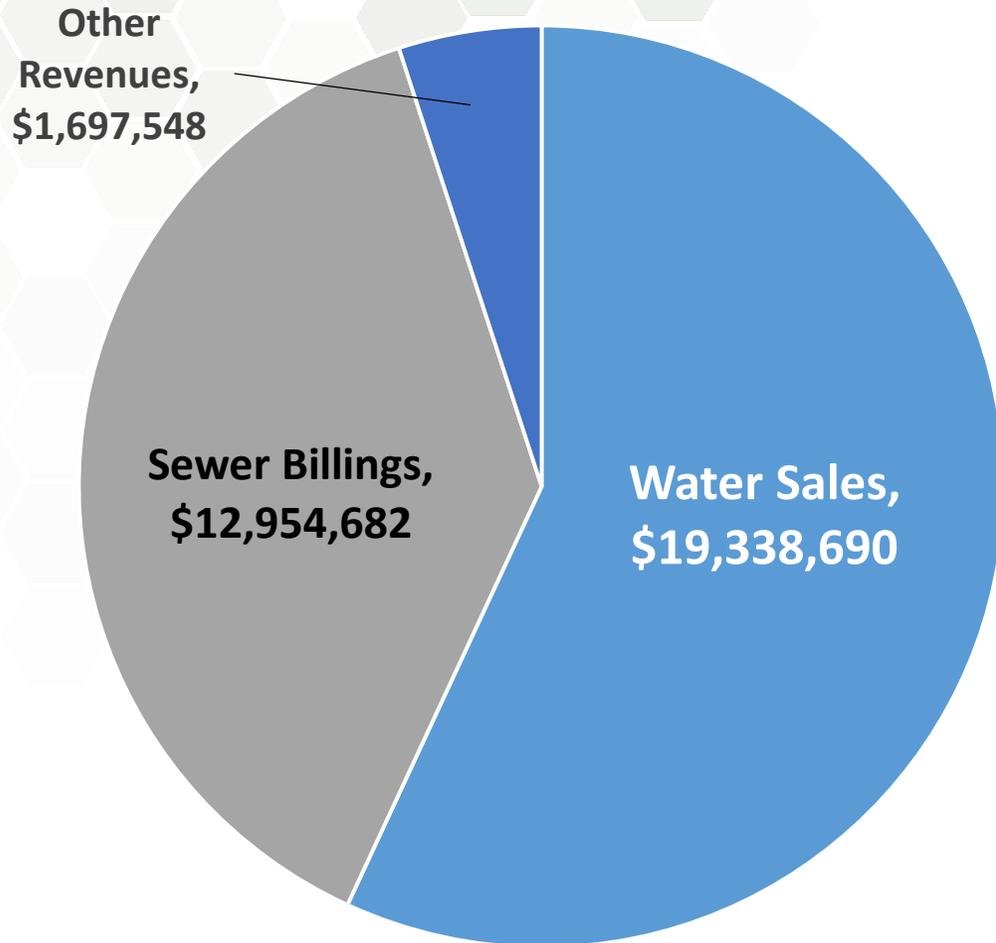
Wastewater

- BCRWWS East Plant Expansion
- Improvements
-
- Cottonwood WW Interceptor
-
- Other Wastewater Infrastructure

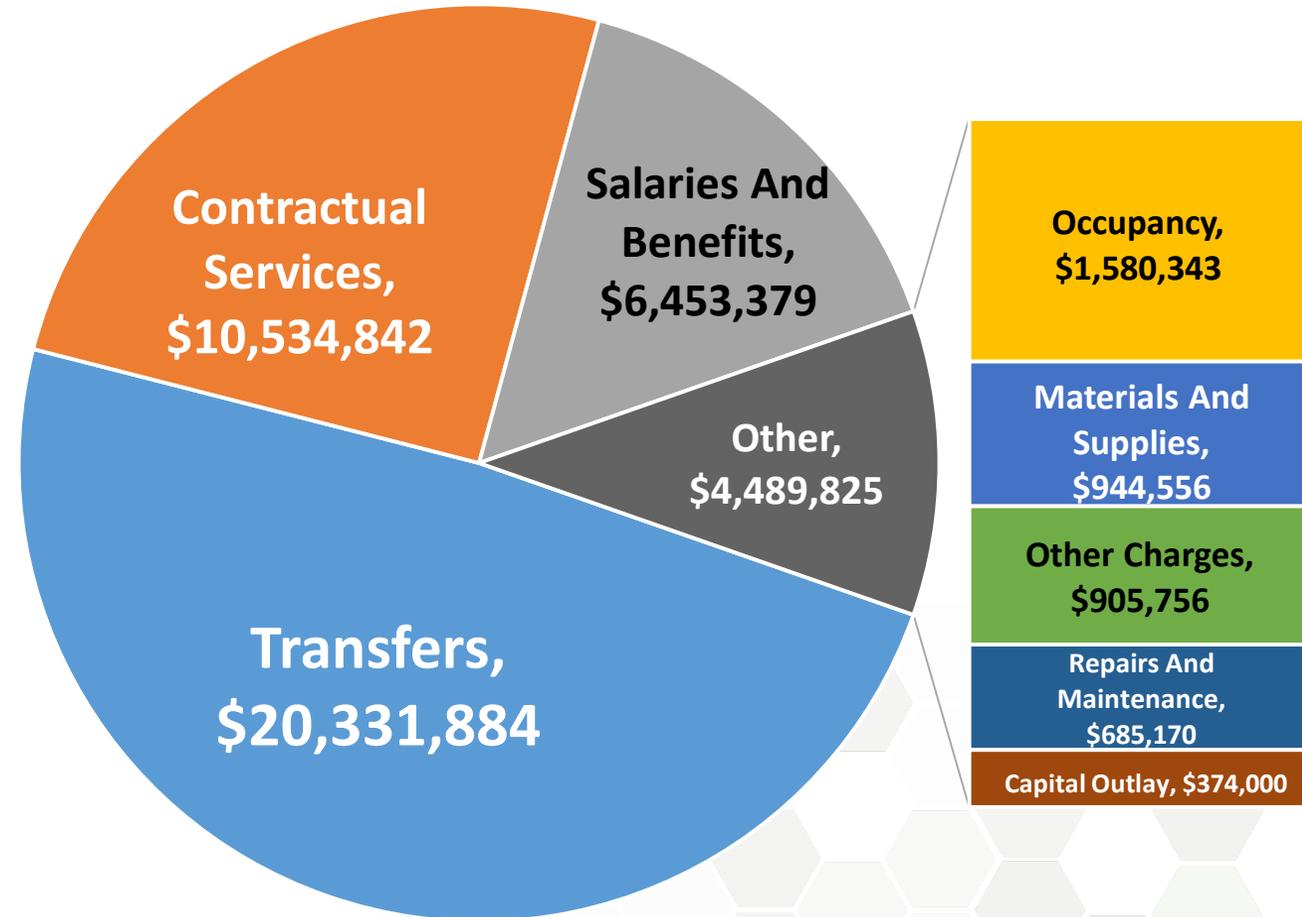
OTHER FUNDS

UTILITY FUND PROPOSED BUDGET

Revenue Total: \$33,990,920



Expense Total: \$41,809,930



UTILITY FUND RECOMMENDATION - \$642K, 2 FTEs



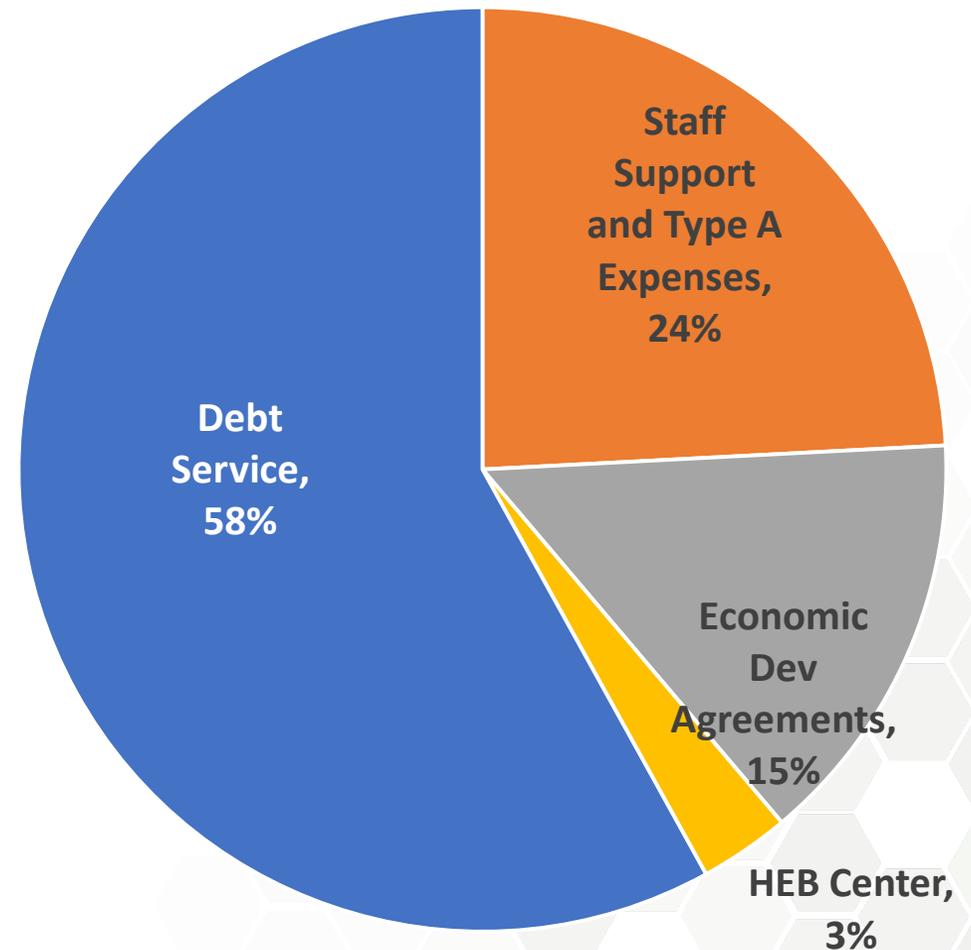
TITLE	ONE-TIME	ON-GOING	TOTAL
Accounting Technician II (1 FTE)	4,600	46,633	51,233
Treatment Operator in Training (1 FTE)	-	47,272	47,272
Hydro Excavator	320,000	-	320,000
Valve Truck	54,000	-	54,000
Data Retention Requirement	-	20,000	20,000
Performance Pay & Compensation Plan	-	170,000	170,000
Total Enhancements	\$378,600	\$283,905	\$662,505

TYPE A – ECONOMIC DEVELOPMENT FUND

Revenue - \$6.08 M

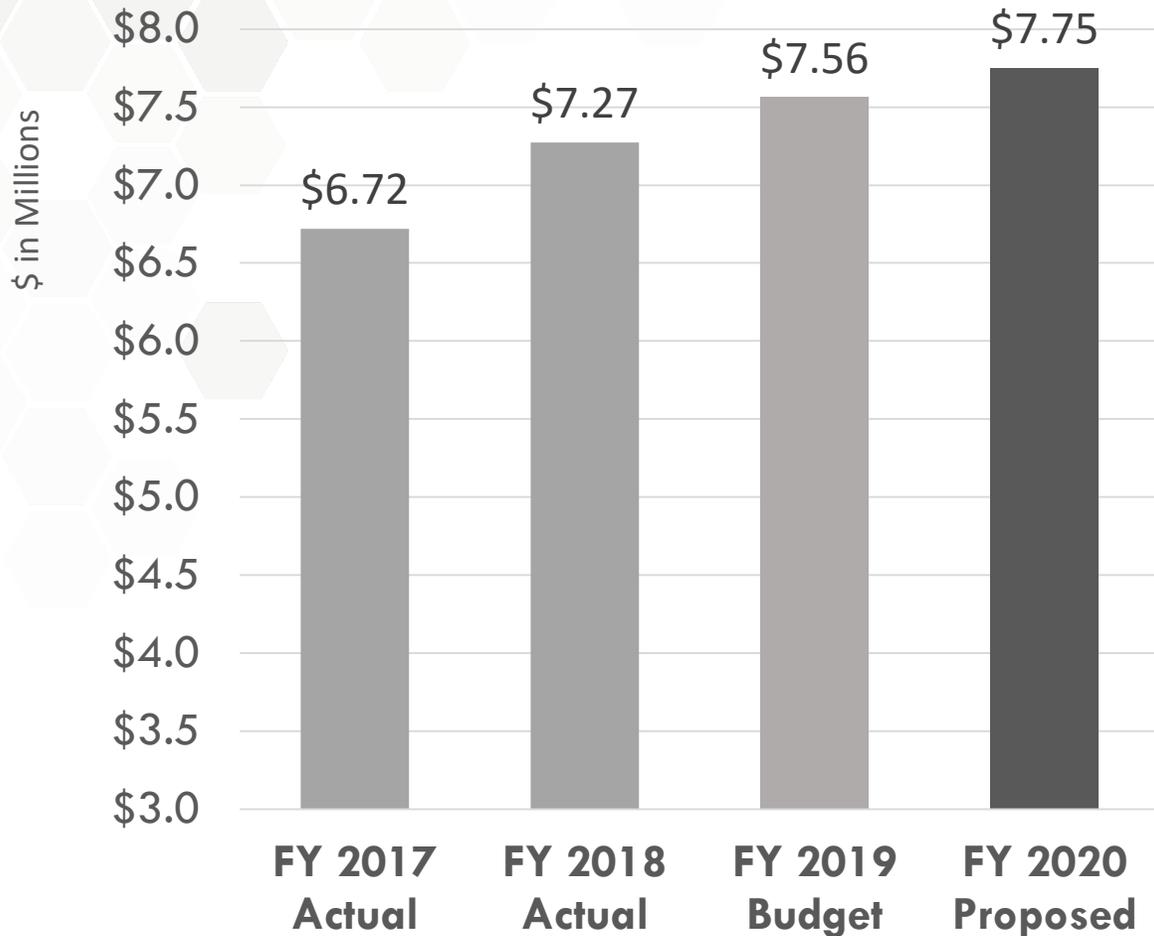


Expenses - \$5.54M

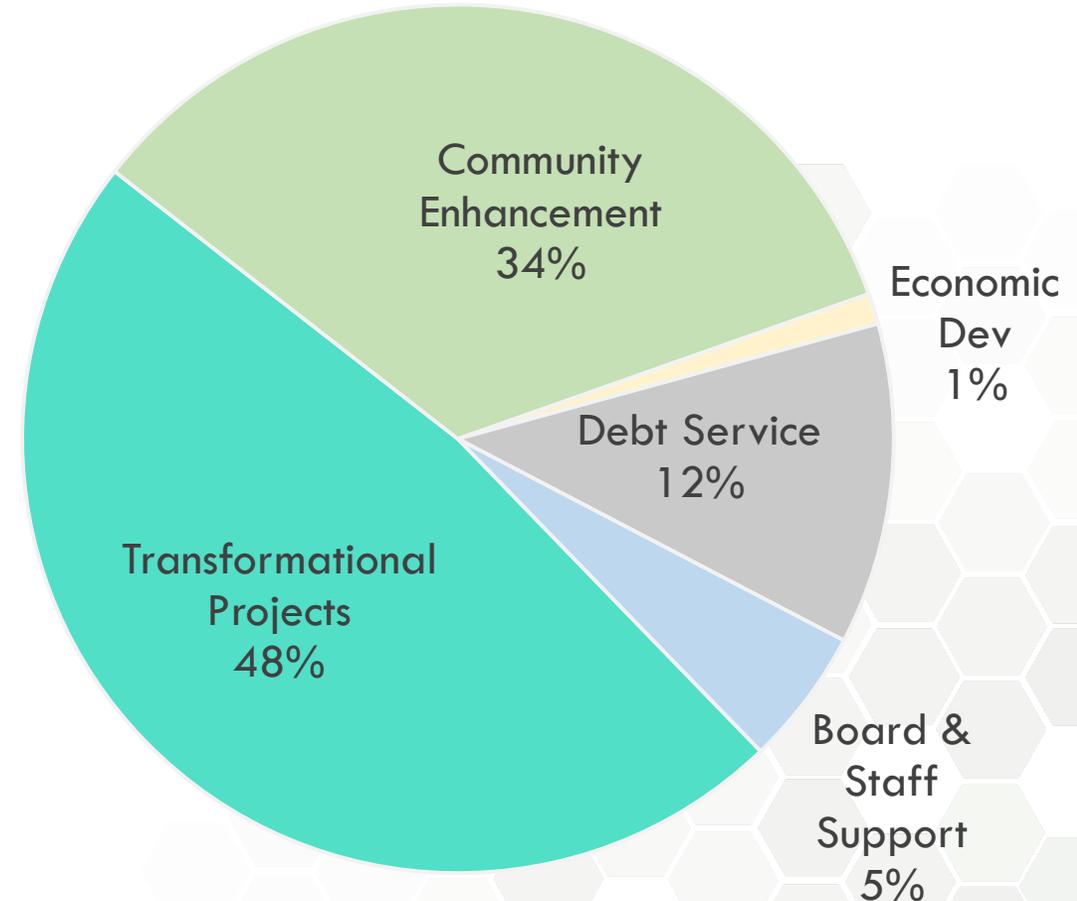


TYPE B – COMMUNITY DEVELOPMENT FUND

Revenue - \$7.75 M



Expenses - \$6.32 M

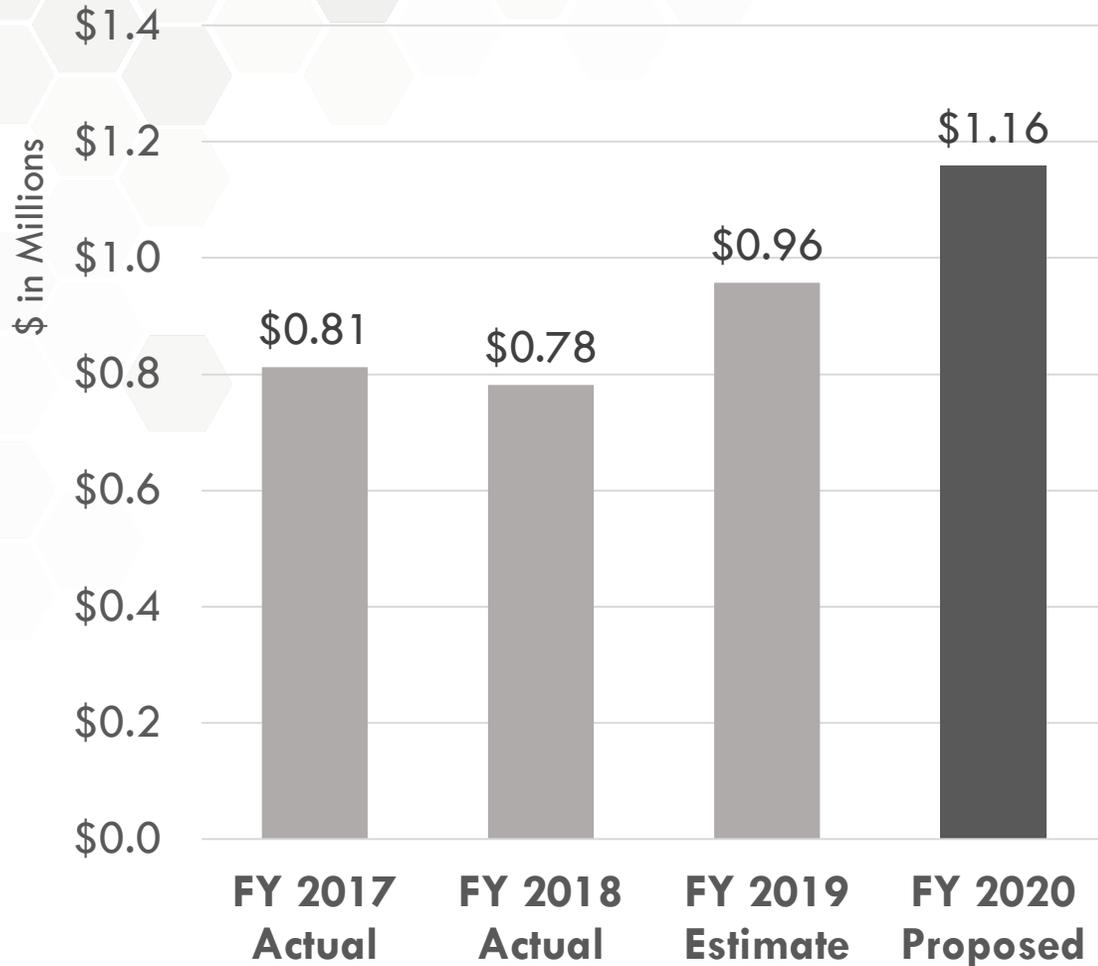


PROJECTS BY STRATEGIC GOALS – \$5,242,000

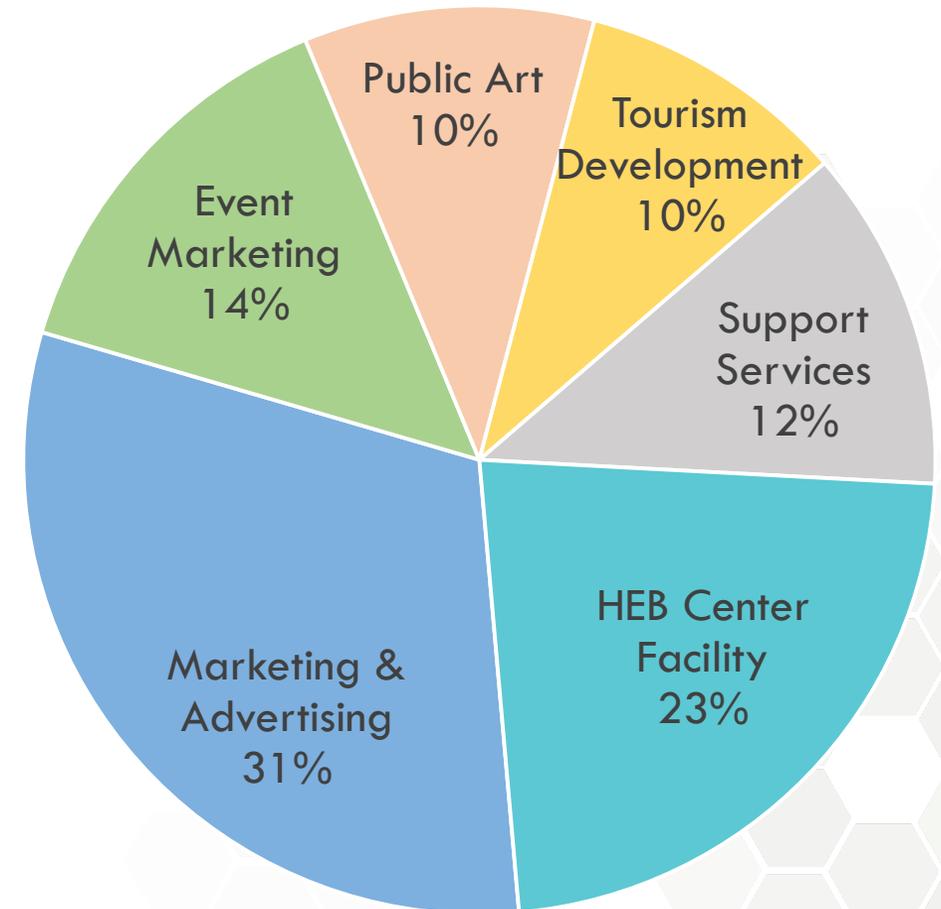


TOURISM PROPOSED BUDGET

Revenue - \$1.16 M



Expenses - \$1.32 M



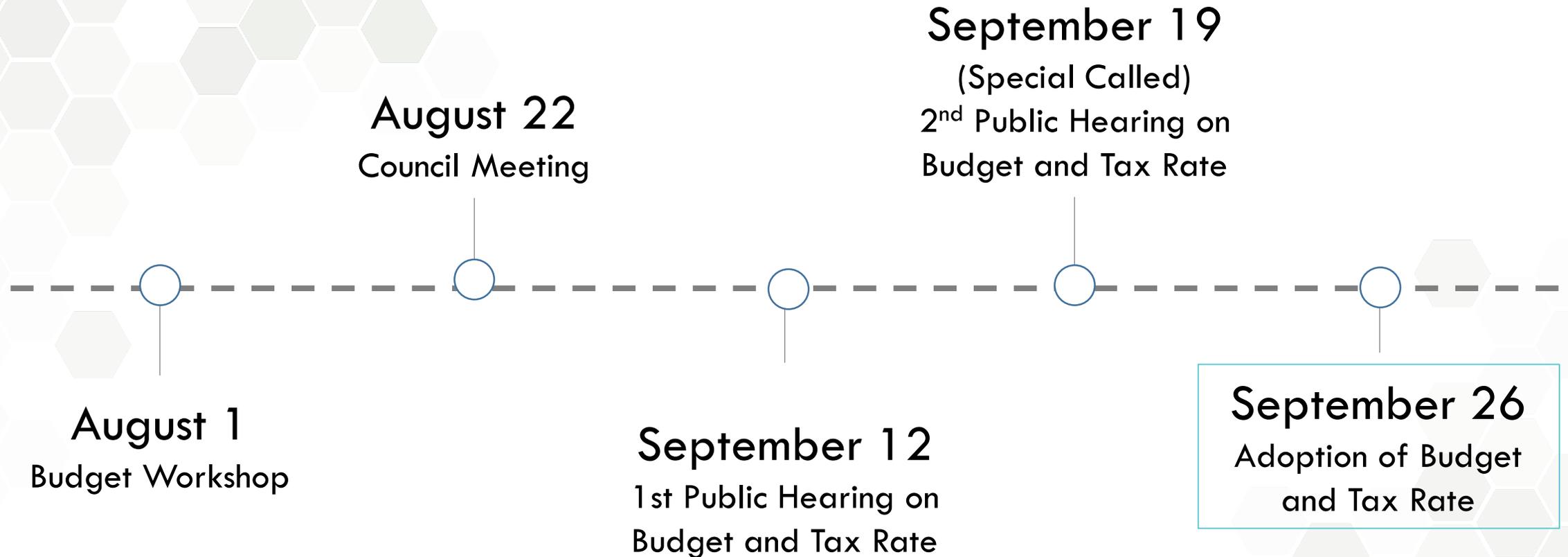
FINANCIAL POLICIES UPDATE

- Current adopted policy “budgets current ad valorem tax revenue at 99.0% of the total amount of taxes levied.”
- Change to policy would increase this amount to 99.5%
- Provides additional flexibility in the budget while maintaining moderately conservative approach

ON THE HORIZON

- Future Bond Program
- Lakeline Park Development and Operations
- New Library and Operations
- Redevelopment Projects
 - Bell Redevelopment
 - Quarry Remediation
- Changing Revenue Growth
- AV Revenue Cap

NEXT STEPS





FRAMING OUR FUTURE

*City of Cedar Park, Texas
Annual Budget, Fiscal Year 2020*

Scenario Rate Components

Levy Decrease	Rate Decrease	Rate Scenario	M&O Rate	I&S Rate
No Decrease	-	0.4490	0.23260	0.21640
1/10 Cent (Proposed)	(0.0010)	0.4480	0.23930	0.20870
2/10 Cent	(0.0020)	0.4470	0.23930	0.20770
1/4 Cent	(0.0025)	0.4465	0.23930	0.20720

FY 2020 DEFEASANCE

- Debt Service Model forecasts potential future bond programs
- Allows for defeasance, or paying off debt early

Year	Defeasance Amount	Interest Savings
FY 2017	\$1.4 M	\$0.5 M
FY 2018	\$2.9 M	\$1.4 M
FY 2019	\$2.4 M	\$0.6 M
3-Year Total	\$6.7 M	\$2.5 M
FY 2020 Proposed	\$3.0 M	\$1.0 M

Fund Balance History

