TOP TEN

This FY 20 Proposal Funds the Council Top 10 Priorities set in January 2019 with various funding sources
FY 20 Budget Development
Assumptions|Challenges

86th Texas Legislature

- Senate Bill 2 - City Manager directed Department Heads to comply with the intent of this legislation (3.5% for FY 21) - keep requests below 3% for FY 20
- Development Services - Permit Fee calculation methodology
- Franchise Tax - Cable/Phone
- Red Light Camera Program

Sales Tax Forecasts

Maintaining Strong Fund Balance Reserves
## General Fund - Property Taxes

<table>
<thead>
<tr>
<th>FY19 Total Assessed Value</th>
<th>$29,351,318,858</th>
</tr>
</thead>
<tbody>
<tr>
<td>Increased Value to Existing Properties</td>
<td>$635,421,885</td>
</tr>
<tr>
<td>New Improvements</td>
<td>$1,665,806,034</td>
</tr>
<tr>
<td>FY20 Total Assessed Value</td>
<td>$31,652,546,777</td>
</tr>
</tbody>
</table>

Proposed Tax Rate $0.4466  
Effective Tax Rate $0.434727  
Rollback Tax Rate $0.463491 (8% cap)  
Ending Unassigned Fund Balance of $55.9 Million or 31.91%
Revenue - Expenditures

FY 20 Estimated Revenues
$178 Million

FY 20 Proposed Expenditures
$178 Million
Revenue - Expenditures

- FY 20 Expenditures By Function:
  - 49% Public Safety
  - 13% Culture and Recreation
  - 7% Public Works
  - 27% General Government
  - 4% Section 380 Grants

- FY 20 Capital Total Cost - $6 Million ($1.5 Million is funded with Reserves)
ENTERPRISE FUNDS

Total
• FY 20 Revenue - $130.8 Million
• FY 20 Expenses - $124.3 Million

Utility Fund
• NTMWD Costs of Sales is 54% of Total Expense
• FY 20 Ending Working Capital - $53.4 Million
• Target Policy - 210 Days in Cash
  • FY 20 - 227 Days in Cash
ENTERPRISE FUNDS

- Water and Sewer Proposed Rate Increase of 2%
  - NTMWD fees increased 2.4% for water ($2.99)

- Environmental Service Proposed Rate Increase
  - $.50 for residential customers
  - 3% for commercial customers

- No increase in Stormwater rates
Capital Projects Fund

- $455 Million Total (Multi Year Plan)
- $193 Million - Facilities
- $223 Million - Thoroughfare Improvements
- $ 39 Million - Parks and Hike/Bike Trail Improvements
- $98 Million - Utility Projects (Multi Year Plan)
Debt Service Fund

- 35% of Total Tax Rate
- Voters approved $345 Million Bond Authorization May 19
- Sold $104 Million New Bond Proceeds in FY 19
- Increase in total Debt Service Cost for FY 20 is $7 Million
  - Increase in I&S Tax Rate of $.001847
- Remaining Authorized but Unissued Bonds of $352 Million
OUR EMPLOYEES

- 3% Average Merit or 3% Step for Uniformed Officers - over $4 Million
- Employee Clinic - $1 Million (Transfer from Insurance Reserve)
- Insurance cost increase - 1.7%
  (no increase being proposed for premiums for FY 20)

New Positions - Other Funds
- 3 - Environmental Services Fund
- 2 - Special Events Fund
FCDC

- FY 20 Estimated Revenue - $27.4 Million
- FY 20 Estimated Expenditures - $24.2 Million
  - Operations - $1.2 Million
  - Incentives - $1.8 Million
  - Debt Appropriations - $12.4 Million
  - Capital Expense and Transfers - $8.8 Million

- Ending Unassigned Fund Balance of $26.4 Million
  Policy 25% of Annual Sales Tax and Interest Revenue
FEDC

- FY 20 Estimated revenue - $23.2 Million
- FY 20 Estimated expenditures - $32.8 Million
  - Operations - $ 4.2 Million
  - Incentives - $20.5 Million
  - Debt Appropriations - $3.7 Million
  - Capital and Transfers - $4.4 Million

- Ending Unassigned Fund Balance of $21.3 Million
  Policy 25% of Annual Sales Tax and Interest Revenue
Opportunities for Citizen Input

The Proposed Budget and all presentations are on the City Web Page - www.friscotexas.gov/157/Budget-Office

Meeting Dates
August 12 - City Council Work Session
August 20 - 1st Public Hearing - Proposed Budget
August 27 - 1st Public Hearing - Proposed Tax Rate
September 3 - 2nd Public Hearing - Proposed Budget
  2nd Public Hearing - Proposed Tax Rate
September 17 - Council adopts Budget, Fee Ordinance and Sets Tax Rate