Staff Report

Adoption of FY 2010 Operating Budget	
City Council Meeting Date: 9-22-09	Document Being Considered: Ordinance

RECOMMENDATION
Approve second reading of an ordinance adopting the FY 2010 Operating Budget.

PRIOR BOARD OR COUNCIL ACTION
On September 10, 2009, the City Council approved first reading of the ordinance.

ANALYSIS
V.T.C.A. Local Government Code, Section 102.007, requires that a municipality adopt an annual operating budget detailing specific financial data and information. On the September 10, 2009 agenda was the first reading of an ordinance adopting the Operating Budget for Fiscal Year 2010. The second and final reading is scheduled for September 22, 2009.

The City Manager's Proposed FY 2010 Operating Budget was presented to Council on August 4, 2009. Since that date, two Town Hall meetings were held to allow citizens the opportunity to hear and comment on the Proposed Budget. A public hearing on the budget took place on September 10, 2009. The City Council has approved revisions to the City Manager's FY 2010 Proposed Budget as follows:

General Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $2,337,453.
- Increase vacancy savings by $837,453, which decreases the fund's expenditures by that amount.
- Increase transfers from the unallocated reserve by $1,500,000, which increases available funding in the General Fund by that amount.

The above revisions will result in no change to the projected FY 2010 ending balance in the General Fund of $23,012.

Water Utilities Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $214,643.
- Revise revenue projections in the fund by $129,674, which will increase available funding by that amount.

The above revisions will reduce the projected FY 2010 ending balance in the fund by $84,969, to $3,927,937.

Convention and Event Services Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $11,806.

The above revision will reduce the projected FY 2010 ending balance in the fund by $11,806, to $204,419.

Park Performance Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $64,786.
- Decrease the transfer to the capital maintenance reserve by $64,786.

The above revisions will result in no change to the projected FY 2010 ending balance in the Park Performance Fund of $100,060.

Street Maintenance Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $77,159.

The above revision will reduce the projected FY 2010 ending balance in the fund by $77,159, to $599,436.

Storm Water Utility Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $24,680.

The above revision will reduce the projected FY 2010 ending balance in the fund by $24,680, to $202,345.

Knowledge Services Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $10,663.

The above revision will reduce the projected FY 2010 ending balance in the fund by $10,663, to $414,414.

Communication Services Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $94,580.
- Increase revenues in the fund by $94,580, which increases available funding by that amount.

The above revisions will result in no change to the projected FY 2010 ending balance in the Communication Services Fund of $107,822.

Fleet Services Fund:

- Reduce the FY 2010 beginning balance in the fund by $583,369 due to increased transfers to the General Fund and reduced transfers to the fuel reserve in FY 2009.
- Eliminate the proposed transfer of $583,369 to the fuel reserve in FY 2010.
- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's FY 2010 expenditures by $1,644.

The above revisions will reduce the projected FY 2010 ending balance in the fund by $1,644, to $117,905.

Information Technology Fund:

- Eliminate the proposed 1% across-the-board pay reduction and the proposed changes to the TMRS COLA and USC, which increases the fund's expenditures by $30,213.

The above revision will reduce the projected FY 2010 ending balance in the fund by $30,213, to $97,592.

ADDITIONAL INFORMATION

Attached:	Ordinance
Under separate cover:	None
Available in the City Secretary's Office:	None

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