CITY OF HORSESHOE BAY

NOTICE OF PUBLIC MEETING

AGENDA

August 30, 2016

Notice is hereby given to all interested members of the public that the Horseshoe Bay City Council will hold a Public Meeting at 9:00 a.m. on Tuesday, August 30, 2016, at City Hall, #1 Community Drive, Horseshoe Bay, Llano County, Texas. The agenda for the meeting is to discuss and/or act on the following:

1. Call the Meeting to Order and Establish a Quorum
2. Discuss, Consider and Take Action Regarding Health Insurance Renewal
3. Budget Workshop
4. Discuss, Consider and Take Action Regarding Approval for Improvements to Yard Waste Collection Process at the Reclamation/Recycle Center and Proposed Rates
5. Adjournment

Teresa L. Moore, TRMC
City Secretary

The Council may go into Executive Session, if necessary and appropriate, pursuant to the applicable section of the Texas Open Meetings Act, Texas Government Code, Chapter 551, Subchapter D, on any matter that may come before the Council that is listed on the Agenda and for which an Executive Session is authorized. No final action, decision, or vote will be taken by the Council on any subject or matter while in Executive Session. Any action, decision or vote will be taken by the Council only in open meeting.

Certificate of Posting

I, Teresa L. Moore, City Secretary for the City of Horseshoe Bay, Texas do certify that this Notice of Meeting was posted at City Hall, in a place readily accessible to the general public continuously 72 hours prior to the meeting.

Teresa L. Moore, City Secretary

Item # 2

CITY OF HORSESHOE BAY

AUGUST 30, 2016

To: Mayor and City Council

Thru: Stan R. Farmer, City Manager

From: Vicki Briggs, Human Resources

Re: Health & Dental Insurance – Lee Cameron, Frost Insurance

Lee Cameron is Senior Vice President with Frost Insurance. As the City's insurance broker, Lee provides recommendations and helps negotiate coverage and premiums for employee medical, dental and life insurance.

Lee will present the insurance options available to the City along with the associated costs.

Staff is recommending changing the health insurance carrier from Blue Cross Blue Shield (BCBS) to United Healthcare (UHC) for FY2017. BCBS presented an increase of 4% (+4%) to the current rate, while UHC presented a decrease of 3.4% (-3.4%). A decision to switch carriers results in a savings to the City of $82,546. Additionally, UHC's primary care network consists of 91 providers vs. BCBS's 61 providers within our area.

Staff recommends changing the dental insurance carrier from Blue Cross Blue Shield (BCBS) to Principal for FY2017. Blue Cross Blue Shield (BCBS) presented an increase of 8.7% (+8.7%) to the current rate, while Principal presented a decrease of 11.1% (-11.1%). Principal has a network of 741 network providers vs. BCBS's 603 providers within our area.

Enclosures: Lee Cameron's Presentation

Employee Benefits Renewal

Effective 10.01.2016

presented by:

Lee Cameron

Frost BANKING INVESTMENTS INSURANCE

Current Employer-Funded Benefits

Effective 10.01.2015 to 09.30.2016

- **Employer Premium Funding Strategy**
  - **Medical** (on Base Copay Plan)
    - 100% of employee-only & 50% of dependents
  - **HSA Contributions**
    - 75% of premium difference between HSA Plan & Base Copay Plan
  - **Dental**
    - 100% of employee-only & 50% of dependents
  - **Long-term Disability**
    - 100% of employee premium
  - **Life/AD&D**
    - 100% of employee-only

Annual Cost of Employee Benefits

Line of Coverage	Carrier	10.01.2014 to 09.30.2015	10.01.2015 to 09.30.2016
Medical	BCBSTX	$546,943.14	$556,547.76
HSA Contributions	HealthEquity	$58,065.84	$64,440.63
Dental	Mutual of Omaha to BCBSTX	$36,927.84	$40,779.96
Long-Term Disability	Dearborn	N/A	$18,096.72
Life/AD&D	Mutual of Omaha to Dearborn	$6,419.76	$5,103.36
Annual Cost to City		$648,356.58	$684,968.43
% Increase			5.6%

Current Employer-Funded Benefits

Renewals for 10.01.2016

- **Medical**
  - Original 9.6% increase
- **Dental**
  - Original 8.7% increase
- **Long-Term Disability**
  - 0% increase (rate guarantee)
- **Life/AD&D**
  - 0% increase (rate guarantee)

Medical Renewal

Effective 10.01.2014

- Total premium paid (08.01.2013 to 07.31.2014):

  $616,642

- Total claims paid (08.01.2013 to 07.31.2014):

  $1,146,935

- Loss ratio = **185%**
- After preliminary renewal discussions, BCBSTX offered **12.9% increase** – ***great offer!***
- If we agreed not to market, BCBSTX offered **7.9% increase** - ***even better!***

Medical Renewal

Effective 10.01.2015

- Total premium paid (07.01.2014 to 06.30.2015):

  $686,796

- Total claims paid (07.01.2014 to 06.30.2015):

  $417,628

- Loss ratio = **60.8%**
- After preliminary renewal discussions, BCBSTX offered **12.9% increase**.
  - *BCBSTX reluctant to reduce 12.9% renewal offer due to diagnosis codes captured in their system – competing carriers cannot view. But, agreed to* 0% increase, if we move Dental, Life & Disability.

Medical Renewal

Effective 10.01.2016

- Total premium paid (06.01.2015 to 05.31.2016):

  $825,505

- Total claims paid (06.01.2015 to 05.31.2016):

  $559,477

- Loss ratio = **67.8%**
- After preliminary renewal discussions, BCBSTX offered **9.6% increase**.
  - *BCBSTX reluctant to reduce 9.6% renewal offer due to diagnosis codes captured in their system – competing carriers cannot view.*
  - **Final negotiated BCBSTX renewal is a 4.0% increase due to competitive UHC quote.**

Group Medical Market RFP Status

Renewal Effective 10.01.2016

Rates for Plans Closest to Current Plans

Carrier	Result
Aetna & Humana	Not competitive
BCBS of Texas - Negotiated	9.6% > Current to 4.0%> Current
Cigna, Scott & White	DTQ
UnitedHealthcare	3.4% < Current
Frost Financial Analytics	11.6% > Current

Final Benefits Recommendations
for 10.01.2016

- **Group Medical**: move to UnitedHealthcare
  - *UHC **3.4% lower** than current*
  - ***$46,534.02** premium & HSA contribution savings for COHB from current BCBSTX*
  - ***$74,159.04** premium & HSA contribution savings for COHB from BCBSTX renewal*

Provider Network Comparison for Burnet & Llano Counties			
Carrier	**Primary Care**	**Specialists**	**Hospitals**
BCBSTX PPO	50	63	2
UHC Choice Plus	98	121	2

Final Benefits Recommendations
for 10.01.2016

- **Group Dental**: move to Principal
  - ***11.1% lower*** *than BCBSTX renewal*
  - ***$5,760.84*** *premium savings to COHB from current*
  - ***$9,226.38*** *premium savings to COHB from renewal*
  - *30 mile radius of 78654*
    - *BCBSTX 603 providers; Principal 707 providers*

Final Benefits Recommendations
for 10.01.2016

- **Group Life/AD&D**: renew with Dearborn National
  - *Rate guarantee*
- **Voluntary Life**: renew with Dearborn National
  - *Rate guarantee*
- **Group LTD**: renew with Dearborn National
  - *Rate guarantee*
- **Voluntary STD**: renew with Dearborn National
  - *Rate guarantee*

Annual Cost of Employee Benefits

Line of Coverage	Carrier	10.01.2015 to 09.30.2016 Actual	10.01.2016 to 09.30.2017 Budgeted	10.01.2016 to 09.30.2017 Recommended
Medical	BCBSTX/UHC	$617,887.50	$679,676.25	**$593,202.60**
HSA Contributions	HealthEquity	$62,084.79	$68,293.27	**$40,235.67**
Dental	BCBSTX/ Principal	$39,829.14	$43,812.05	**$34,068.30**
Life/AD&D	Dearborn	$5,103.36	$5,103.36	**$5,103.36**
LTD	Dearborn	$18,096.72	$18,096.72	**$18,096.72**
Annual Cost to City		**$743,001.51**	**$814,981.65**	**$690,706.65**
% Increase			9.7%	**-7.0%**

Questions?

CITY OF HORSESHOE BAY

August 30, 2016
Budget Workshop

3.1 Overview – City Manager

3.2 FY 2017 Proposed Budget:
- 3.2.1 FY 2017 Proposed Budget Summary
- 3.2.2 Changes from the June 28 Workshop Draft Budget to the Proposed Budget
- 3.2.3 FY 2017 Proposed Budget with Changes Highlighted
- 3.2.4 FY 2017 Proposed Budget Filed with the City Secretary

3.3 Discuss Proposed Utility Rates

3.4 Discuss Tax Rate Comparisons with Other Cities

3.5 Discuss Five-Year Capital Budget

3.6 Discuss Growth in Number of Full-Time Employees Since Incorporation

3.7 Meeting Schedule

Fiscal Year 2017 Budget Summary

This is a summary of the Fiscal Year 2017 proposed budget of the City, and it reflects the results of the guidance from the Mayor and Council at the City Budget Workshop conducted on June 28, 2016.

Current Fiscal Year 2016 Projected Actuals Ending September 30, 2016

The City's FY 2016 budget execution should result in meeting all of the City's objectives for the current fiscal year, including all reserve requirements and debt requirements, with tax rate of $0.25. The City remains in excellent financial condition. The General Fund budget primarily supports traditional city expenditures such as Accounting/Finance, Animal Control, Development Services, Emergency Services (Fire and Police protection), Streets Maintenance and the Lot Clearing/Lot Mowing program. At the end of the fiscal year on September 30, 2016, it is projected that General Fund revenues will exceed budget and the expenditures will be under budget. For the Utility Fund budget it is projected that revenues *might* exceed budget and the expenditures will be under budget. Water production has not met estimated level due to amount of rain this fiscal year. The Capital Projects Fund (Street) budget included $2.4M for the Street Improvement Plan adopted by City Council in 2011, and was completed during this fiscal year.

FY 2016 ACTUALS (PROJECTED)

REVENUES	GENERAL FUND	UTILITY FUND	OTHER FUNDS	DEBT SERVICE FUND
Revenues	6,686,500	6,321,000	110,750	472,500
Transfers In	-	-	27,750	252,250
TOTAL REVENUES	**6,686,500**	**6,321,000**	**138,500**	**724,750**
EXPENDITURES				
Labor & Other Direct Costs	6,234,000	5,295,750	109,500	-
Debt Service	-	640,000	-	724,750
Capital Program	87,000	1,890,000	2,543,000	-
Transfers Out	280,000	-	-	-
Developer's Contribution & CO's	-	-	-	-
TOTAL EXPENDITURES	**6,601,000**	**7,825,750**	**2,652,500**	**724,750**
REVENUES OVER EXPENDITURES	**85,500**	**(1,504,750)**	**(2,514,000)**	**0**

Fiscal Year 2017 Proposed Budget October 1, 2016 - September 30, 2017

For Fiscal Year 2017, the proposed budget is conservative, accomplishes all the objectives of the City, and provides for the necessary levels of services to the Citizens of Horseshoe Bay, while maintaining a tax rate of $0.25.

The budget proposal covers all traditional expenses including salaries, operations and maintenance, debt service, reserves, the annual capital program, and contingency. It includes increases for proposed salary adjustments earned by the meritorious work of employees, as well as remaining competitive in the labor market. The total City Staff will be 81 full-time employees at the beginning of the FY 2017 broken down as follows: 28 Community Services; 20 Police Dept.; 17 Fire Dept.; 5 Development Service/Code Enforcement; 4 Finance Dept.; 1 Animal Control; 1 Project Manager; and 5 City Manager's Office (City Manager, City Secretary, HR Administrator, IT Administrator, GIS Administrator).

The General Fund capital budget provides for two new fire engines for the Fire Department; replacement of one vehicle, six computers and software, six body cameras, twelve in-car cameras and accessories, six digital Taser weapons, and the beginning of the Motorola radio conversion for the Police Department; and a contingency for emergency equipment replacements. The main highlights from the Utility Fund capital budget are the continuation of the water meter replacement program, purchase of a dozer/track loader, the West water plant upgrade, and rehab of the 750,000 gallon high storage water tank and south lift station, effluent high pressure filter, and electrical system improvements. The main highlight from the Capital Projects Fund capital budget is the $600K for seal coating of the streets.

The proposed FY 2017 General Fund revenues are budgeted to exceed expenses by approximately $41,250. The Utility Fund is essentially self supporting – revenues are sufficient to cover operating expenses as well as routine capital projects. However, the proposed FY 2017 Utility Fund reflects total budgeted revenues $3.7M less than the budgeted expenses. This is due to the major capital projects for the year totaling $3.5M and debt service of $840K. It is anticipated that these projects will be funded by issuance of certificates of obligation and developer contributions. The Street Improvements Capital Projects Fund budgeted revenues are $711K less than budgeted expenses, which will be funded using current unassigned fund balances. The Debt Service Fund budget revenues provide sufficient funds to cover the General Fund debt service on the series 2011, 2014, 2016 Certificates of Obligation.

The City Council has proposed an ad valorem tax rate not to exceed $0.26/$100. A rate of $0.25/$100 generates estimated tax revenues of $3.7M for the General Fund and $746K for the Debt Service Fund resulting in total estimated tax revenues of approximately $4.45M.

FY 2017 PROPOSED BUDGET

REVENUES	GENERAL FUND	UTILITY FUND	OTHER FUNDS	DEBT SERVICE FUND
	6,879,250	6,393,000	-	746,000
Bond Proceeds	1,000,000	-		
Transfer In			20,000	
TOTAL REVENUES	**7,879,250**	**6,393,000**	**20,000**	**746,000**
EXPENDITURES				
Labor/Other Direct Costs	6,712,000	5,612,000	111,000	-
Debt Service - Principal	-	840,000	-	425,000
Debt Service – Interest	-	-	-	320,250
Capital Program – Routine Projects	-	670,000	20,000	-
Capital Program – Major Projects	1,106,000	2,980,000	600,000	-
Transfers Out	20,000	-	-	-
TOTAL EXPENDITURES	**7,838,000**	**10,102,000**	**731,000**	**745,250**
REVENUES OVER EXPENDITURES	**41,250**	**(3,709,000)**	**(711,000)**	**750**

The Budget Process

As Budget Officer of the City, the City Manager has presented this Proposed Budget to the City Secretary for official recording and posting to the City's website. The Mayor and Council will further discuss the budget, appropriate utility rates, and have the first of two public tax rate hearings at their Council meeting at 9:00 a.m. on August 30, 2016. The second public hearing on the proposed tax rate will be held September 6, 2016 at 9:00 a.m. Following a public hearing on the proposed budget, the Mayor and Council expect to adopt the final budget at their regular meeting on September 20th at 3:00 p.m., as well as adopt the tax rate. The final budget will be filed with the City Secretary and posted on the City website.

Citizens are invited to attend the scheduled meetings and provide their verbal comments or they may submit written comments by email to city@horseshoe-bay-tx.gov or by mail to Steve Jordan, Mayor, City of Horseshoe Bay, PO Box 7765, Horseshoe Bay, TX 78657-7765. Written comments should be received no later than September 1, 2016 to be considered.

Please contact Teresa L. Moore, City Secretary, at 830-598-9943 if you have any questions or desire a copy of the proposed budget documents.

CITY OF HORSESHOE BAY

FY 2017 PROPOSED BUDGET SUMMARY

GENERAL FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	6,686,500	6,879,250
Proceeds From Certificates of Obligation for purchase of fire engines		1,000,000
EXPENDITURES		
Administration	1,794,500	1,757,250
Fire	1,807,250	1,860,000
Police	1,748,250	1,828,500
Animal Control	138,500	152,500
Development Services	309,750	401,750
Streets Maintenance	227,750	220,000
Mowing & Clearing	488,000	512,000
Capital Program	87,000	1,106,000
TOTAL EXPENDITURES	6,601,000	7,838,000
REVENUES OVER EXPENDITURES	85,500	41,250

UTILITY FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	6,321,000	6,393,000
EXPENDITURES		
Administration	1,982,500	2,216,250
Water Production	849,500	813,500
Water Distribution	646,250	643,250
Wastewater Treatment	318,000	367,500
Wastewater Collection	865,000	880,000
Solid Waste	634,500	691,500
Debt Service - Principal	640,000	840,000
Capital Program	500,000	670,000
Major Projects	1,390,000	2,980,000
TOTAL EXPENDITURES	7,825,750	10,102,000
REVENUES OVER EXPENDITURES	(1,504,750)	(3,709,000)

STREET IMPROVEMENTS CAPITAL PROJECT FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
Beginning Fund Balance	-	-
Interest on Investments	500	-
TOTAL REVENUE	500	-
EXPENDITURES		
Project Management	109,500	111,000
Capital Program	2,405,000	600,000
TOTAL EXPENDITURES	2,514,500	711,000
REVENUES OVER EXPENDITURES	(2,514,000)	(711,000)

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
Beginning Fund Balance	-	-
TP&W Trail Grant	110,250	
Transfer In From General Fund	27,750	20,000
TOTAL REVENUE	138,000	20,000
EXPENDITURES		
Capital Program	138,000	20,000
TOTAL EXPENDITURES	138,000	20,000
REVENUES OVER EXPENDITURES	-	-

DEBT SERVICE FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	724,750	746,000
EXPENDITURES		
Debt Service Interest - Series 2011	154,750	148,500
Debt Service Principal - Series 2011	270,000	275,000
Debt Service Interest - Series 2014	155,000	152,250
Debt Service Principal - Series 2014	145,000	150,000
Debt Service Interest - Series 2016	-	19,500
TOTAL EXPENDITURES	724,750	745,250
REVENUES OVER EXPENDITURES	-	750

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING UNRESTRICTED FUND BALANCE	4,013,000
REVENUES:	
Ad Valorem Taxes	3,720,250
Ad Valorem Taxes - Penalty & Interest/Other	22,500
Sales Tax	800,000
PEC Franchise Tax	180,000
Mixed Beverage Tax	46,750
Administration	660,250
Fire	318,000
Emergency Service District	9,000
Police	5,250
Development Services	109,000
Street Maintenance	581,750
Mowing & Clearing	400,000
Municipal Court	14,500
Interest From Investments	12,000
TOTAL REVENUES	6,879,250
Proceeds From Issuance of CO's	1,000,000
TOTAL FUNDS AVAILABLE	11,892,250
EXPENDITURES:	
Operating Expenditures:	
Administration	1,757,250
Fire	1,860,000
Police	1,828,500
Animal Control	152,500
Development Services	401,750
Street Maintenance	220,000
Mowing & Clearing	512,000
Capital Expenditures	1,106,000
TOTAL EXPENDITURES	7,838,000
ENDING UNRESTRICTED FUND BALANCE	**4,054,250**

CITY OF HORSESHOE BAY

GENERAL FUND PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

5000	FIRE	
	Two Fire Engines	1,000,000
8000	POLICE	
	Replacement of one non-pursuit vehicle	26,000
	Replace six computers and software	7,300
	Purchase six body and twelve in-car cameras and accessories	15,700
	Purchase six digital Taser weapons	8,100
	Begin conversion to Motorola radios	23,900
	GENERAL EQUIPMENT REPLACEMENT	25,000
TOTAL FY2017 CAPITAL EXPENDITURES		1,106,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING NET ASSETS	13,721,541
REVENUES:	
Operating Revenues:	
Water Production & Distribution	3,269,500
Wastewater Treatment & Collection	2,303,000
Solid Waste - Collection	815,000
Standby Fees	1,500
Interest From Investments	4,000
TOTAL REVENUES	6,393,000
TOTAL NET ASSETS	20,114,541
EXPENSES:	
Operating Expenses:	
Administration	2,216,250
Water Production & Distribution	1,456,750
Wastewater Treatment & Collection	1,247,500
Solid Waste	691,500
Total Operating Expenses	5,612,000
Depreciation	1,500,000
TOTAL EXPENSES	7,112,000
ENDING NET ASSETS	13,002,541
TOTAL OPERATING REVENUES	6,393,000
TOTAL OPERATING EXPENSES	5,612,000
EXCESS REVENUES OVER EXPENSES	781,000
ADDITIONAL EXPENDITURES	
Capital	670,000
Major Projects	2,980,000
Debt Service - Principal	840,000
TOTAL ADDITIONAL EXPENDITURES	4,490,000
NET CASH FLOW	(3,709,000)

CITY OF HORSESHOE BAY

UTILITY FUND PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

FY 2017 CAPITAL EXPENDITURES

Hot Water Pressure Washer	7,000
SCBA Tankless Breather	8,000
South Lift Station Rehab	130,000
Dozer/Track Loader	75,000
Replace Unit 75 Service Truck	35,000
Electrical System Improvements	50,000
Effluent High Pressure Filter	65,000
Water Meter AMI System	300,000
SUBTOTAL CAPITAL EXPENDITURES	670,000

FY 2017 MAJOR PROJECTS EXPENDITURES

750,000 Gallon High Storage Water Tank Rehab	380,000
West Water Plant Expansion	2,600,000
SUBTOTAL MAJOR PROJECTS EXPENDITURES	2,980,000
TOTAL FY 2017 CAPITAL EXPENDITURES	3,650,000

CHANGES IN FY 2017 BUDGET FROM DRAFT BUDGET TO PROPOSED BUDGET

GENERAL FUND

8,750	**Beginning Revenues Over Expenditures (Draft Budget)**

REVENUE

9,000	Increase in Admin Fee from Utility Fund
(216,500)	Decrease in General Fund Tax revenue due to change in tax rate allocation

ADMINISTRATION

(25,000)	Increase in Salaries & Wages & Benefits for promotion
6,250	Decrease in Group Insurance
1,750	Decrease in Professional Services due to new IT position
6,500	Decrease in Appraisal/Tax - Burnet
(31,250)	Increase in Appraisal/Tax - Llano
2,000	Decrease in Communications due to new IT position
248,750	Decrease in Transfer Out to Debt Service due to change in tax rate allocation

FIRE

(11,750)	Increase in Salaries and Benefits
18,500	Decrease in Group Insurance

POLICE

18,000	Decrease in Group Insurance

ANIMAL CONTROL

750	Decrease in Group Insurance
(2,000)	Increase in Shelter contract
(500)	Increase for new traps

DEVELOPMENT SERVICES

4,000	Decrease in Group Insurance
4,000	Decrease in Travel and Training
41,250	**Ending Revenue Over Expenditures (Proposed Budget)**

CHANGES IN FY 2017 BUDGET FROM DRAFT BUDGET TO PROPOSED BUDGET

UTILITY FUND

840,500	**Beginning Revenues Over Expenditures (Draft Budget)**
REVENUE	
2,500	Increase in Garbage Fees - Residential
ADMINISTRATION	
3,750	Decrease in Group Insurance
(27,250)	Increase in Professional Services due to impact fee study
(9,000)	Increase in Administrative Fee due to changes in GF Admin
WATER - PRODUCTION	
2,250	Decrease in Group Insurance
WATER - DISTRIBUTION	
6,000	Decrease in Group Insurance
WASTEWATER - TREATMENT	
4,250	Decrease in Group Insurance
WASTEWATER - COLLECTION	
6,750	Decrease in Group Insurance
SOLID WASTE - RECYCLING	
750	Decrease in Group Insurance
(49,500)	Increase in Garbage Service - Residential
781,000	**Ending Operating Revenue Over Operating Expenditures (Proposed Budget)**
(840,000)	Debt Service - Principal
(670,000)	Capital Program
(2,980,000)	Major Projects
(3,709,000)	Net Cash Flow

CITY OF HORSESHOE BAY

FY 2017 PROPOSED BUDGET SUMMARY

GENERAL FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	6,686,500	6,879,250
Proceeds From Certificates of Obligation for purchase of fire engines		1,000,000
EXPENDITURES		
Administration	1,794,500	1,757,250
Fire	1,807,250	1,860,000
Police	1,748,250	1,828,500
Animal Control	138,500	152,500
Development Services	309,750	401,750
Streets Maintenance	227,750	220,000
Mowing & Clearing	488,000	512,000
Capital Program	87,000	1,106,000
TOTAL EXPENDITURES	6,601,000	7,838,000
REVENUES OVER EXPENDITURES	85,500	41,250

UTILITY FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	6,321,000	6,393,000
EXPENDITURES		
Administration	1,982,500	2,216,250
Water Production	849,500	813,500
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Wastewater Treatment	318,000	367,500
Wastewater Collection	865,000	880,000
Solid Waste	634,500	691,500
Debt Service - Principal	640,000	840,000
Capital Program	500,000	670,000
Major Projects	1,390,000	2,980,000
TOTAL EXPENDITURES	7,825,750	10,102,000
REVENUES OVER EXPENDITURES	(1,504,750)	(3,709,000)

STREET IMPROVEMENTS CAPITAL PROJECT FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
Beginning Fund Balance	-	-
Interest on Investments	500	-
TOTAL REVENUE	500	-
EXPENDITURES		
Project Management	109,500	111,000
Capital Program	2,405,000	600,000
TOTAL EXPENDITURES	2,514,500	711,000
REVENUES OVER EXPENDITURES	(2,514,000)	(711,000)

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
Beginning Fund Balance	-	-
TP&W Trail Grant	110,250	
Transfer In From General Fund	27,750	20,000
TOTAL REVENUE	138,000	20,000
EXPENDITURES		
Capital Program	138,000	20,000
TOTAL EXPENDITURES	138,000	20,000
REVENUES OVER EXPENDITURES	-	-

DEBT SERVICE FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	724,750	746,000
EXPENDITURES		
Debt Service Interest - Series 2011	154,750	148,500
Debt Service Principal - Series 2011	270,000	275,000
Debt Service Interest - Series 2014	155,000	152,250
Debt Service Principal - Series 2014	145,000	150,000
Debt Service Interest - Series 2016	-	19,500
TOTAL EXPENDITURES	724,750	745,250
REVENUES OVER EXPENDITURES	-	750

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING UNRESTRICTED FUND BALANCE	4,013,000
REVENUES:	
Ad Valorem Taxes	3,720,250
Ad Valorem Taxes - Penalty & Interest/Other	22,500
Sales Tax	800,000
PEC Franchise Tax	180,000
Mixed Beverage Tax	46,750
Administration	660,250
Fire	318,000
Emergency Service District	9,000
Police	5,250
Development Services	109,000
Street Maintenance	581,750
Mowing & Clearing	400,000
Municipal Court	14,500
Interest From Investments	12,000
TOTAL REVENUES	6,879,250
Proceeds From Issuance of CO's	1,000,000
TOTAL FUNDS AVAILABLE	11,892,250
EXPENDITURES:	
Operating Expenditures:	
Administration	1,757,250
Fire	1,860,000
Police	1,828,500
Animal Control	152,500
Development Services	401,750
Street Maintenance	220,000
Mowing & Clearing	512,000
Capital Expenditures	1,106,000
TOTAL EXPENDITURES	7,838,000
ENDING UNRESTRICTED FUND BALANCE	**4,054,250**

CITY OF HORSESHOE BAY

GENERAL FUND PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

5000	FIRE	
	Two Fire Engines	1,000,000
8000	POLICE	
	Replacement of one non-pursuit vehicle	26,000
	Replace six computers and software	7,300
	Purchase six body and twelve in-car cameras and accessories	15,700
	Purchase six digital Taser weapons	8,100
	Begin conversion to Motorola radios	23,900
	GENERAL EQUIPMENT REPLACEMENT	25,000
TOTAL FY2017 CAPITAL EXPENDITURES		1,106,000

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING REVENUE		
1000	ADMINISTRATION		
40170	Administrative Fees	490,750	602,000
40180	Other Income	10,000	15,000
40185	Other Income-Permits	250	250
40193	Municipal Court Revenue	14,000	14,500
40194	Traffic Fines	50,000	42,500
Total 1000	ADMINISTRATION	565,000	674,250
5000	FIRE		
40180	Other Income	3,000	113,000
40186	Other Income-Pub/Sfty Donation	6,000	5,000
40506	Fire Fighting Services	200,000	200,000
Total 5000	FIRE	209,000	318,000
6000	EMERGENCY SERVICE DISTRICT		
40191	Llano Co. ESD #1 - Rent	9,000	9,000
Total 6000	EMERGENCY SERVICE DISTRICT	9,000	9,000
7000	TAX		
40160	Property Tax Collected (M & O)	3,707,500	3,720,250
40162	Penalty & Interest (M & O)	22,000	22,500
40163	Mixed Beverage Tax	46,000	46,750
40165	Sales Tax	789,000	800,000
40166	PEC Franchise Tax	162,000	180,000
40180	Other Income	1,500	500
Total 7000	TAX	4,728,000	4,770,000
8000	POLICE		
40180	Other Income	2,000	250
40186	Other Income-Pub/Sfty Donation	5,000	5,000
Total 8000	POLICE	7,000	5,250

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET

From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
9500	DEVELOPMENT SERVICES		
40180	Other Income	3,000	4,000
40183	Building Permit Fees	100,000	100,000
40184	Plat Fees	3,000	4,000
40192	Zoning Fees	750	1,000
Total 9500	DEVELOPMENT SERVICES	106,750	109,000
9600	STREET MAINTENANCE		
40165	Sales Tax	131,750	138,750
40207	Pecan Creek Association	3,750	3,750
40208	Applehead POA	5,750	5,750
40209	Applehead Island POA	1,000	1,000
40210	HSB POA	500,000	400,000
40211	Cable Franchise Fees	32,000	32,500
Total 9600	STREET MAINTENANCE	674,250	581,750
9800	MOWING & CLEARING		
40215	Mowing	375,000	400,000
40216	Clearing	500	0
Total 9800	MOWING & CLEARING	375,500	400,000
9999	INTEREST INCOME		
40220	Interest on Investments	12,000	12,000
Total 9999	INTEREST INCOME	12,000	12,000
TOTAL OPERATING REVENUE		6,686,500	6,879,250

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET

From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING EXPENDITURES		
1000	ADMINISTRATION		
50410	Salaries & Wages	487,750	681,250
50411	Overtime	37,500	28,250
50415	Employers FICA Expense	39,000	38,000
50420	Group Insurance Premiums	69,000	69,250
50430	Pension Plan I	30,750	29,000
50432	Pension Plan II	21,750	24,000
50435	Employers Unemployment Expense	5,000	5,000
50500	Accounting & Auditing Expense	16,500	16,500
50505	Professional Services	14,000	13,250
50506	Election Contracts	3,750	4,000
50509	Appraisal/Tax - Burnet	8,500	8,500
50510	Appraisal/Tax - Llano	88,000	90,750
50545	Maintenance Contracts	28,000	30,000
50564	Codification	5,000	5,000
50565	City Council Expense	7,500	5,000
50567	Technology Initiative	0	1,000
50568	Advisory Committees	39,000	10,000
50570	Dispatch Expense	75,000	93,250
50575	Dues, Fees, & Subscriptions	8,000	10,000
50585	Electricity	35,000	35,000
50593	Travel, Training, Schools	26,000	15,000
50595	Fuel & Lubricants	250	250
50596	Employee Awards Program	750	1,000
50610	Property & Liability Ins.	82,000	93,000
50611	Workers' Comp Insurance	84,000	81,000
50620	Legal Expense	75,000	65,000
50621	Contingency	0	75,000
50625	Fireworks	10,000	10,000
50630	M & R - Building	73,500	25,000
50650	M & R - Grounds	10,000	10,000
50685	M & R - Vehicles	2,000	2,000
50753	Merchant Fee - CC	5,000	5,000
50765	Other Expense	5,000	5,000
50775	Postage	10,000	10,000
50780	Printing & Office Supplies	25,000	25,000
50810	Communications	40,000	43,000
50826	Municipal Court	30,000	32,500
50827	Contributions	10,000	10,000
50866	Tree Removal	1,000	5,000
50868	Martin Park	6,000	5,000
50832	Transfer Out To Debt Service Fund	252,250	0
50869	Transfer Out To Horseshoe Creek Trail Fund	27,750	20,000
50870	Fox House Park	0	5,000
50871	Milfoil Treatment	0	17,500
	ADMINISTRATION	1,794,500	1,757,250

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
5000	FIRE		
50410	Salaries & Wages	1,098,500	1,075,000
50411	Overtime	64,250	70,000
50412	Salaries - P/T Firefighters	89,000	90,000
50415	Employers FICA Expense	90,000	90,000
50420	Group Insurance Premiums	197,000	198,250
50430	Pension Plan I	75,000	75,000
50432	Pension Plan II	51,000	50,250
50505	Professional Services	6,000	8,000
50545	Maintenance Contracts	5,000	7,250
50548	Contract Services	3,250	5,250
50575	Dues, Fees, & Subscriptions	7,000	7,000
50592	Equipment & Supplies	12,000	33,500
50593	Travel, Training, Schools	26,000	35,000
50594	Fire Protection Gear	10,000	17,500
50595	Fuel & Lubricants	10,000	15,000
50640	M & R - Equipment	16,000	17,500
50685	M & R - Vehicles	25,000	30,000
50765	Other Expense	10,000	11,500
50775	Postage	250	250
50780	Printing & Office Supplies	2,000	2,250
50800	Safety Equipment & Supplies	0	4,000
50829	Public Safety Donations	5,000	5,000
50830	Uniforms	5,000	12,500
Total 5000	FIRE	1,807,250	1,860,000
8000	POLICE		
50410	Salaries & Wages	1,190,750	1,253,500
50411	Overtime	18,000	18,000
50415	Employers FICA Expense	92,500	96,000
50420	Group Insurance Premiums	181,500	181,750
50430	Pension Plan I	76,000	74,500
50432	Pension Plan II	52,750	57,250
50548	Contract Services	9,000	10,000
50575	Dues, Fees, & Subscriptions	8,000	8,000
50592	Equipment & Supplies	6,000	6,000
50593	Travel, Training, Schools	10,500	6,000
50595	Fuel & Lubricants	45,000	57,500
50615	Investigation Contingency	4,000	4,000
50616	Jail Expense	250	250
50640	M & R - Equipment	2,500	2,500
50685	M & R - Vehicles	20,000	21,500
50686	M & R - Weapons	4,000	4,000
50760	Medical	500	1,000
50765	Other Expense	4,000	4,000
50775	Postage	250	250
50780	Printing & Office Supplies	4,750	4,000
50800	Safety Equipment & Supplies	2,500	2,500
50829	Public Safety Donations	5,000	5,000
50830	Uniforms	10,500	11,000
Total 8000	POLICE	1,748,250	1,828,500

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
9000	ANIMAL CONTROL		
50410	Salaries & Wages	40,000	42,250
50411	Overtime	2,000	2,000
50415	Employers FICA Expense	3,500	2,750
50420	Group Insurance Premiums	7,500	7,500
50430	Pension Plan I	2,750	2,750
50432	Pension Plan II	1,750	1,750
50502	Animal Shelter	3,500	7,000
50592	Equipment & Supplies	500	500
50593	Travel, Training, Schools	500	500
50595	Fuel & Lubricants	5,000	5,500
50685	M & R - Vehicles	2,500	3,500
50765	Other Expense	500	1,000
50830	Uniforms	500	500
50862	Deer Management	68,000	75,000
Total 9000	ANIMAL CONTROL	138,500	152,500
9500	DEVELOPMENT SERVICES		
50410	Salaries & Wages	154,750	210,000
50411	Overtime	750	1,000
50415	Employers FICA Expense	12,000	16,250
50420	Group Insurance Premiums	41,250	52,000
50430	Pension Plan I	10,750	14,500
50432	Pension Plan II	6,750	9,250
50505	Professional Services	65,000	75,000
50545	Maintenance Contracts	2,000	5,000
50575	Dues, Fees, & Subscriptions	2,000	2,500
50592	Equipment & Supplies	1,000	5,000
50593	Travel, Training, Schools	9,000	3,500
50595	Fuel & Lubricants	250	500
50685	M & R - Vehicles	250	500
50765	Other Expense	1,000	2,000
50777	Advertisements/Notices	1,000	1,250
50780	Printing & Office Supplies	1,500	2,500
50830	Uniforms	500	1,000
Total 9500	DEVELOPMENT SERVICES	309,750	401,750

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
9600	STREETS MAINTENANCE		
50590	Engineering Fees	5,000	5,000
50854	Street Patching Contract	45,000	45,000
50855	Street Patching Materials	25,000	25,000
50856	Drainage	18,000	15,000
50857	Traffic Signs Contract	22,750	15,000
50858	Traffic Signs Materials	7,000	5,000
50859	Litter Control Contract	15,000	20,000
50865	ROW Maintenance	90,000	90,000
Total 9600	STREETS MAINTENANCE	227,750	220,000
9800	MOWING & CLEARING		
50863	Lot Mowing	488,000	512,000
50864	Lot Clearing	0	0
Total 9800	MOWING & CLEARING	488,000	512,000
TOTAL OPERATING EXPENDITURES		6,514,000	6,732,000
GENERAL EQUIPMENT REPLACEMENT		35,000	
5000	FIRE		
	Purchase of Polaris Rescue Vehicle	20,000	
	Purchase of Radios	32,000	
TOTAL FY 2016 CAPITAL		87,000	
5000	FIRE		
	Purchase of two Fire Engines		1,000,000
8000	POLICE		
	Replacement of one non-pursuit vehicle		26,000
	Replace six computers and software		7,300
	Purchase six body and twelve in-car cameras and accessories		15,700
	Purchase six digital Taser weapons		8,100
	Begin conversion to Motorola radios		23,900
GENERAL EQUIPMENT REPLACEMENT			25,000
TOTAL FY 2017 CAPITAL			1,106,000
TOTAL EXPENDITURES		6,601,000	7,838,000
	Proceeds From Issuance of CO's For Purchase Of Fire Engines		1,000,000
REVENUE OVER EXPENDITURES		85,500	41,250

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING NET ASSETS	13,721,541
REVENUES:	
Operating Revenues:	
Water Production & Distribution	3,269,500
Wastewater Treatment & Collection	2,303,000
Solid Waste - Collection	815,000
Standby Fees	1,500
Interest From Investments	4,000
TOTAL REVENUES	6,393,000
TOTAL NET ASSETS	20,114,541
EXPENSES:	
Operating Expenses:	
Administration	2,216,250
Water Production & Distribution	1,456,750
Wastewater Treatment & Collection	1,247,500
Solid Waste	691,500
Total Operating Expenses	5,612,000
Depreciation	1,500,000
TOTAL EXPENSES	7,112,000
ENDING NET ASSETS	13,002,541
TOTAL OPERATING REVENUES	6,393,000
TOTAL OPERATING EXPENSES	5,612,000
EXCESS REVENUES OVER EXPENSES	781,000
ADDITIONAL EXPENDITURES	
Capital	670,000
Major Projects	2,980,000
Debt Service - Principal	840,000
TOTAL ADDITIONAL EXPENDITURES	4,490,000
NET CASH FLOW	(3,709,000)

CITY OF HORSESHOE BAY

UTILITY FUND PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

FY 2017 CAPITAL EXPENDITURES

Hot Water Pressure Washer	7,000
SCBA Tankless Breather	8,000
South Lift Station Rehab	130,000
Dozer/Track Loader	75,000
Replace Unit 75 Service Truck	35,000
Electrical System Improvements	50,000
Effluent High Pressure Filter	65,000
Water Meter AMI System	300,000
SUBTOTAL CAPITAL EXPENDITURES	670,000

FY 2017 MAJOR PROJECTS EXPENDITURES

750,000 Gallon High Storage Water Tank Rehab	380,000
West Water Plant Expansion	2,600,000
SUBTOTAL MAJOR PROJECTS EXPENDITURES	2,980,000

TOTAL FY 2017 CAPITAL EXPENDITURES	3,650,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING REVENUE		
1001	WATER - PRODUCTION		
40110	Water District Service Fees	2,917,000	2,950,000
40111	Water Non-District Service Fee	205,000	205,000
40112	Water Tap Connection Fees	73,250	75,000
40115	Reconnection Fees	8,000	8,000
40116	Temporary Meter Fees	750	1,000
40117	Water & Sewer P & I Service	13,000	13,000
40175	Insurance Proceeds	250	0
40178	Other Income - Leases	11,250	11,500
40180	Other Income	4,750	5,000
40185	Other Income-Permits	1,000	1,000
Total 1001	WATER - PRODUCTION	3,234,250	3,269,500
2001	WASTEWATER - TREATMENT		
40117	Water & Sewer P & I Service	14,750	15,000
40120	Sewer Customer Service Fees	1,900,000	1,920,000
40122	Sewer Tap Connection Fees	58,000	60,000
40124	Sewer Service - Cottonwood Shores	125,000	125,000
40125	Sewer Service - LCMUD#1	50,250	51,000
40127	Grinder Sales	123,000	130,000
40180	Other Income	2,000	2,000
Total 2001	WASTEWATER - TREATMENT	2,273,000	2,303,000
3001	SOLID WASTE - RECYCLING		
40126	Brush Disposal	15,250	16,000
40130	Garbage Fees - Commercial	135,000	136,250
40135	Garbage Fees - Residential	655,000	662,500
40180	Other Income	250	250
Total 3001	SOLID WASTE - RECYCLING	805,500	815,000
4000	STANDBY		
40140	Standby Customer Service Fees	1,500	1,000
40142	Penalty & Interest - Standby	1,750	500
Total 4000	STANDBY	3,250	1,500
9999	INTEREST INCOME		
40220	Interest on Investments	5,000	4,000
Total 9999	INTEREST INCOME	5,000	4,000
TOTAL OPERATING REVENUE		6,321,000	6,393,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING EXPENSE		
1000	ADMINISTRATION		
50410	Salaries & Wages	247,750	273,000
50411	Overtime	3,500	3,000
50415	Employers FICA Expense	19,250	21,000
50420	Group Insurance Premiums	51,500	52,750
50430	Pension Plan I	15,000	17,250
50432	Pension Plan II	11,250	12,250
50505	Professional Services	40,250	67,250
50512	Utility Billing	29,000	29,000
50516	Debt Service - Interest Series 2007	206,500	192,750
50517	Bond Issuance Cost - Series 2007	3,500	3,500
50518	Debt Service Interest-Series 2011	98,250	94,250
50519	Bond Issuance Cost - Series 2011	9,000	9,000
50520	Debt Service Interest-Series 2014	136,750	134,000
	Debt Service Interest-Series 2016	0	68,750
50545	Maintenance Contracts	44,000	45,000
50575	Dues, Fees, & Subscriptions	19,000	19,000
50581	Electricity/Recycle Center	1,250	1,250
50582	Electricity/WW Treatment Plant	152,250	155,000
50583	Electricity/West WTP	57,000	58,000
50585	Electricity/Field Maintenance Facilities	7,000	7,000
50586	Electricity / CWTP	138,000	140,000
50590	Engineering Fees	45,000	45,000
50593	Travel, Training, Schools	22,500	22,500
50596	Employee Awards Program	1,000	1,000
50630	M & R - Building	6,000	15,000
50650	M & R - Grounds	22,000	22,000
50753	Merchant Fee - CC	40,000	40,000
50765	Other Expense	4,000	4,000
50775	Postage	500	500
50780	Printing & Office Supplies	15,000	15,000
50810	Communications	43,500	44,000
50825	Uncollectable Accounts	1,000	1,000
50830	Uniforms	1,250	1,250
50840	Administrative Fees	490,750	602,000
Total 1000	ADMINISTRATION	1,982,500	2,216,250

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
1001	WATER - PRODUCTION		
50400	Salaries Water	190,750	161,000
50411	Overtime	22,500	23,000
50415	Employers FICA Expense	16,250	12,500
50420	Group Insurance Premiums	47,250	47,250
50430	Pension Plan I	12,000	10,500
50432	Pension Plan II	9,500	8,250
50535	Bulk Water Purchases	350,000	350,000
50540	Chemicals / Water	75,250	75,000
50548	Contract Services	3,000	3,000
50555	Lab Expense	15,750	16,000
50592	Equipment & Supplies	4,000	4,000
50595	Fuel & Lubricants	7,000	7,000
50640	M & R - Equipment	5,000	5,000
50675	M & R - Plant	76,500	75,000
50685	M & R - Vehicles	3,250	3,500
50765	Other Expense	1,500	1,500
50785	Rent / Lease	2,000	2,000
50800	Safety Equipment & Supplies	4,500	5,500
50830	Uniforms	3,500	3,500
Total 1001	WATER - PRODUCTION	849,500	813,500
1002	WATER - DISTRIBUTION		
50400	Salaries Water	299,750	297,000
50411	Overtime	21,000	22,000
50415	Employers FICA Expense	25,250	22,750
50420	Group Insurance Premiums	69,500	69,500
50430	Pension Plan I	17,500	16,750
50432	Pension Plan II	12,500	13,000
50548	Contract Services	8,000	5,000
50550	Contract Serv-Leak Detect/GPS	14,500	15,000
50592	Equipment & Supplies	19,500	20,000
50595	Fuel & Lubricants	15,000	15,000
50640	M & R - Equipment	8,500	8,500
50685	M & R - Vehicles	7,250	8,000
50725	M & R Materials - Line	43,000	45,000
50726	Street Repair - Paving	30,250	30,000
50730	M & R Materials - WT Tap	16,000	16,000
50755	Meter Expense - New Svc	26,500	27,000
50765	Other Expense	2,250	2,500
50785	Rent / Lease	1,000	1,000
50800	Safety Equipment & Supplies	4,500	4,750
50830	Uniforms	4,500	4,500
Total 1002	WATER - DISTRIBUTION	646,250	643,250

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
2001	WASTEWATER - TREATMENT		
50406	Salaries Sewer	127,250	167,500
50411	Overtime	12,500	13,000
50415	Employers FICA Expense	10,750	13,000
50420	Group Insurance Premiums	47,250	47,250
50430	Pension Plan I	8,000	10,750
50432	Pension Plan II	6,250	8,500
50543	Chemicals / WW Treatment	12,750	15,000
50548	Contract Services	3,500	3,500
50555	Lab Expense	12,500	12,500
50592	Equipment & Supplies	3,250	3,500
50595	Fuel & Lubricants	7,500	7,500
50640	M & R - Equipment	5,250	5,500
50675	M & R - Plant	35,500	35,000
50685	M & R - Vehicles	3,000	3,000
50742	Bio Solids - Compost	12,750	12,000
50765	Other Expense	1,000	1,000
50785	Rent / Lease	2,000	2,000
50800	Safety Equipment & Supplies	3,500	3,500
50830	Uniforms	3,500	3,500
Total 2001	WASTEWATER - TREATMENT	318,000	367,500
2002	WASTEWATER - COLLECTION		
50406	Salaries Sewer	299,750	309,250
50411	Overtime	37,000	35,000
50415	Employers FICA Expense	25,250	23,750
50420	Group Insurance Premiums	69,500	71,750
50430	Pension Plan I	17,500	17,500
50432	Pension Plan II	12,500	13,500
50542	Chemicals/Collection System	14,000	15,000
50548	Contract Services	8,000	8,000
50550	Contract Serv-Leak Detect/GPS	15,000	15,000
50592	Equipment & Supplies	20,000	19,000
50595	Fuel & Lubricants	14,000	15,000
50640	M & R - Equipment	9,000	9,000
50645	M & R - Grinder Pump	130,000	130,000
50646	M & R - Grinders Sold	71,250	75,000
50670	M & R - Lift Station	25,000	25,000
50685	M & R - Vehicles	8,000	8,000
50715	M & R Materials - GP Tap	9,500	10,000
50725	M & R Materials - Line	36,500	37,000
50726	Street Repair - Paving	30,250	30,000
50765	Other Expense	2,500	2,750
50785	Rent / Lease	1,500	1,500
50800	Safety Equipment & Supplies	4,500	4,500
50830	Uniforms	4,500	4,500
Total 2002	WASTEWATER - COLLECTION	865,000	880,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
3001	SOLID WASTE - RECYCLING		
50409	Salaries - Monitor	49,000	50,500
50411	Overtime	1,000	1,000
50415	Employers FICA Expense	4,000	4,000
50420	Group Insurance Premiums	8,000	8,000
50430	Pension Plan I	2,750	2,750
50432	Pension Plan II	750	750
50599	Compactor Service	11,250	12,000
50600	Garbage Service - Commercial	112,250	113,500
50605	Garbage Service - Residential	403,500	457,000
50606	Recycling Service	13,000	13,000
50676	M & R Brush Site	24,000	24,000
50785	Rent / Lease	5,000	5,000
Total 3001	SOLID WASTE - RECYCLING	634,500	691,500
TOTAL OPERATING EXPENSE		5,295,750	5,612,000
REVENUE OVER EXPENSE		1,025,250	781,000
ADDITIONAL EXPENDITURES			
FY 2016 CAPITAL EXPENDITURES		500,000	
FY 2016 CAPITAL EXPENDITURES - MAJOR PROJECTS		1,390,000	
FY 2017 CAPITAL EXPENDITURES			
	Hot Water Pressure Washer		7,000
	SCBA Tankless Breather		8,000
	South Lift Station Rehab		130,000
	Dozer/Track Loader		75,000
	Replace Unit 75 Service Truck		35,000
	Electrical System Improvements		50,000
	Effluent High Pressure Filter		65,000
	Water Meter AMI System		300,000
	SUBTOTAL CAPITAL EXPENDITURES		670,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
FY 2017 MAJOR PROJECTS EXPENDITURES			
	750,000 Gallon High Storage Water Tank Rehab		380,000
	West Water Plant Expansion		2,600,000
	SUBTOTAL MAJOR CAPITAL EXPENDITURES		2,980,000
TOTAL FY 2017 CAPITAL EXPENDITURES			3,650,000
DEBT SERVICE - PRINCIPAL SERIES 2007		340,000	355,000
DEBT SERVICE - PRINCIPAL SERIES 2011		170,000	175,000
DEBT SERVICE - PRINCIPAL SERIES 2014		130,000	130,000
DEBT SERVICE - PRINCIPAL SERIES 2016		-	180,000
TOTAL ADDITIONAL EXPENDITURES		2,530,000	4,490,000
NET CASH FLOW		(1,504,750)	(3,709,000)

Note: The City will either use currently undedicated funds and /or issue certificates of obligation to fund Capital Expenditures

CITY OF HORSESHOE BAY

STREET IMPROVEMENTS CAPITAL PROJECT FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING FUND BALANCE	-
REVENUES:	
Interest From Investments	-
TOTAL REVENUES	-
TOTAL FUNDS AVAILABLE	-
EXPENDITURES:	
Project Management	111,000
Capital Expenditures	600,000
TOTAL EXPENDITURES	711,000
ENDING FUND BALANCE	(711,000)

Note: The City will use currently undedicated funds to continue funding the street improvements project.

CITY OF HORSESHOE BAY

STREET IMPROVEMENTS CAPITAL PROJECT FUND
PROPOSED BUDGET
From 10/1/2015 To 9/30/2016

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	BEGINNING FUND BALANCE	-	-
	OPERATING REVENUE		
9999	INTEREST INCOME		
40220	Interest on Investments	500	-
Total 9999	INTEREST INCOME	500	-
TOTAL OPERATING REVENUE		500	-
	OPERATING EXPENDITURES		
9700	STREET IMPROVEMENTS		
50410	Salaries and Wages	85,250	86,750
50415	Employers FICA Expense	7,000	6,750
50420	Group Insurance Premiums	8,250	8,500
50430	Pension Plan I	4,000	4,000
50432	Pension Plan II	4,000	4,000
50765	Other Expense	500	500
50810	Communications	500	500
Total 9700	STREET IMPROVEMENTS EXPENDITURES	109,500	111,000
TOTAL OPERATING EXPENDITURES		109,500	111,000
FY 2016 CAPITAL EXPENDITURES		2,405,000	
FY 2017 CAPITAL EXPENDITURES			
50961	Street Improvements - CONST.		-
50962	Street Improvements - ENG/SURVEY		-
50965	Seal Coating		600,000
TOTAL FY 2017 CAPITAL EXPENDITURES			600,000
TOTAL EXPENDITURES		2,514,500	711,000
REVENUE OVER EXPENDITURES		(2,514,000)	(711,000)

CITY OF HORSESHOE BAY

STREET IMPROVEMENTS CAPITAL PROJECT FUND
PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

STREET IMPROVEMENTS		
50965	Seal Coating	600,000
		600,000
TOTAL FY2017 CAPITAL EXPENDITURES		600,000

CITY OF HORSESHOE BAY

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING FUND BALANCE	-
REVENUES:	
TP&W Trail Grant	-
Transfer In from General Fund	20,000
TOTAL REVENUES	20,000
TOTAL FUNDS AVAILABLE	20,000
EXPENDITURES:	
Capital Expenditures	20,000
TOTAL EXPENDITURES	20,000
ENDING FUND BALANCE	-

CITY OF HORSESHOE BAY

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

	FY 2016 Projected Actuals	FY 2017 Proposed Budget
BEGINNING FUND BALANCE	-	-
OPERATING REVENUE		
TP&W Trail Grant	110,250	-
Transfer In From General Fund	27,750	20,000
TOTAL OPERATING REVENUE	138,000	20,000
OPERATING EXPENDITURES	-	-
TOTAL OPERATING EXPENDITURES	-	-
FY 2017 CAPITAL EXPENDITURES		
Horseshoe Creek Trail Park - CONST.	133,000	20,000
Horseshoe Creek Trail Park - DESIGN	5,000	-
TOTAL FY 2017 CAPITAL EXPENDITURES	138,000	20,000
TOTAL EXPENDITURES	138,000	20,000
REVENUE OVER EXPENDITURES	-	-

CITY OF HORSESHOE BAY

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND
PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

Horseshoe Creek Park Trail - CONST.	20,000
Horseshoe Creek Park Trail - DESIGN	-
	20,000
TOTAL FY2017 CAPITAL EXPENDITURES	20,000

CITY OF HORSESHOE BAY

DEBT SERVICE FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING FUND BALANCE	-
REVENUES:	
Ad Valorem Taxes	745,750
Interest From Investments	250
Transfer In From General Fund	-
	746,000
TOTAL FUNDS AVAILABLE	746,000
EXPENDITURES:	
Debt Service Interest - Series 2011	148,500
Debt Service Principal - Series 2011	275,000
Debt Service Interest - Series 2014	152,250
Debt Service Principal - Series 2014	150,000
Debt Service Interest - Series 2016	19,500
TOTAL EXPENDITURES	745,250
ENDING UNRESTRICTED FUND BALANCE	750

CITY OF HORSESHOE BAY

DEBT SERVICE FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING REVENUE		
	Beginning Fund Balance	-	-
40150	Property Tax Collected (I&S)	472,250	745,750
	TOTAL TAX REVENUE	472,250	745,750
9999	INTEREST INCOME		
40220	Interest on Investments	250	250
Total 9999	INTEREST INCOME	250	250
40195	Transfer In From General Fund	252,250	-
TOTAL OPERATING REVENUE		724,750	746,000
	OPERATING EXPENDITURES		
50518	Debt Service Interest - Series 2011	154,750	148,500
50520	Debt Service Principal - Series 2011	270,000	275,000
50521	Debt Service Interest - Series 2014	155,000	152,250
50522	Debt Service Principal - Series 2014	145,000	150,000
	Debt Service Interest - Series 2016	-	19,500
Total 7000	TOTAL DEBT SERVICE EXPENDITURES	724,750	745,250
TOTAL OPERATING EXPENDITURES		724,750	745,250
REVENUE OVER EXPENDITURES		-	750

FY 2017 PROPOSED BUDGET

COPY OF ORIGINAL

FILED WITH THE CITY SECRETARY
AUGUST 12, 2016

This budget will raise more total property taxes than last year's budget by $286,250 which is a 6.85% increase, and of that amount $84,428 is tax revenue to be raised from new property added to the tax roll this year.

CITY OF HORSESHOE BAY

August 12, 2016

I, Stan R. Farmer, City Manager and Budget Officer of the City of Horseshoe Bay, do hereby certify that on this date, August 12, 2016, I filed the Proposed Budget for Fiscal Year 2017 in the Office of the City Secretary in compliance with Section 102.005 of the Local Government Code.

The Proposed Budget for Fiscal Year 2016 is available for public inspection.

Stan R. Farmer, City Manager

Date: 8/12/16

Attest:

Teresa L. Moore

Teresa L. Moore, City Secretary

CITY OF HORSESHOE BAY

FY 2017 PROPOSED BUDGET SUMMARY

GENERAL FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	6,686,500	6,879,250
Proceeds From Certificates of Obligation for purchase of fire engines		1,000,000
EXPENDITURES		
Administration	1,794,500	1,757,250
Fire	1,807,250	1,860,000
Police	1,748,250	1,828,500
Animal Control	138,500	152,500
Development Services	309,750	401,750
Streets Maintenance	227,750	220,000
Mowing & Clearing	488,000	512,000
Capital Program	87,000	1,106,000
TOTAL EXPENDITURES	6,601,000	7,838,000
REVENUES OVER EXPENDITURES	85,500	41,250

UTILITY FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	6,321,000	6,393,000
EXPENDITURES		
Administration	1,982,500	2,216,250
Water Production	849,500	813,500
Water Distribution	646,250	643,250
Wastewater Treatment	318,000	367,500
Wastewater Collection	865,000	880,000
Solid Waste	634,500	691,500
Debt Service - Principal	640,000	840,000
Capital Program	500,000	670,000
Major Projects	1,390,000	2,980,000
TOTAL EXPENDITURES	7,825,750	10,102,000
REVENUES OVER EXPENDITURES	(1,504,750)	(3,709,000)

STREET IMPROVEMENTS CAPITAL PROJECT FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
Beginning Fund Balance	-	-
Interest on Investments	500	-
TOTAL REVENUE	500	-
EXPENDITURES		
Project Management	109,500	111,000
Capital Program	2,405,000	600,000
TOTAL EXPENDITURES	2,514,500	711,000
REVENUES OVER EXPENDITURES	(2,514,000)	(711,000)

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
Beginning Fund Balance	-	-
TP&W Trail Grant	110,250	
Transfer In From General Fund	27,750	20,000
TOTAL REVENUE	138,000	20,000
EXPENDITURES		
Capital Program	138,000	20,000
TOTAL EXPENDITURES	138,000	20,000
REVENUES OVER EXPENDITURES	-	-

DEBT SERVICE FUND

REVENUE	FY 2016 PROJECTED ACTUALS	FY 2017 PROPOSED BUDGET
TOTAL REVENUE	724,750	746,000
EXPENDITURES		
Debt Service Interest - Series 2011	154,750	148,500
Debt Service Principal - Series 2011	270,000	275,000
Debt Service Interest - Series 2014	155,000	152,250
Debt Service Principal - Series 2014	145,000	150,000
Debt Service Interest - Series 2016	-	19,500
TOTAL EXPENDITURES	724,750	745,250
REVENUES OVER EXPENDITURES	-	750

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING UNRESTRICTED FUND BALANCE	4,013,000
REVENUES:	
Ad Valorem Taxes	3,720,250
Ad Valorem Taxes - Penalty & Interest/Other	22,500
Sales Tax	800,000
PEC Franchise Tax	180,000
Mixed Beverage Tax	46,750
Administration	660,250
Fire	318,000
Emergency Service District	9,000
Police	5,250
Development Services	109,000
Street Maintenance	581,750
Mowing & Clearing	400,000
Municipal Court	14,500
Interest From Investments	12,000
TOTAL REVENUES	6,879,250
Proceeds From Issuance of CO's	1,000,000
TOTAL FUNDS AVAILABLE	11,892,250
EXPENDITURES:	
Operating Expenditures:	
Administration	1,757,250
Fire	1,860,000
Police	1,828,500
Animal Control	152,500
Development Services	401,750
Street Maintenance	220,000
Mowing & Clearing	512,000
Capital Expenditures	1,106,000
TOTAL EXPENDITURES	7,838,000
ENDING UNRESTRICTED FUND BALANCE	**4,054,250**

CITY OF HORSESHOE BAY

GENERAL FUND PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

5000	FIRE	
	Two Fire Engines	1,000,000
8000	POLICE	
	Replacement of one non-pursuit vehicle	26,000
	Replace six computers and software	7,300
	Purchase six body and twelve in-car cameras and accessories	15,700
	Purchase six digital Taser weapons	8,100
	Begin conversion to Motorola radios	23,900
	GENERAL EQUIPMENT REPLACEMENT	25,000
TOTAL FY2017 CAPITAL EXPENDITURES		1,106,000

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING REVENUE		
1000	ADMINISTRATION		
40170	Administrative Fees	490,750	602,000
40180	Other Income	10,000	15,000
40185	Other Income-Permits	250	250
40193	Municipal Court Revenue	14,000	14,500
40194	Traffic Fines	50,000	42,500
Total 1000	ADMINISTRATION	565,000	674,250
5000	FIRE		
40180	Other Income	3,000	113,000
40186	Other Income-Pub/Sfty Donation	6,000	5,000
40506	Fire Fighting Services	200,000	200,000
Total 5000	FIRE	209,000	318,000
6000	EMERGENCY SERVICE DISTRICT		
40191	Llano Co. ESD #1 - Rent	9,000	9,000
Total 6000	EMERGENCY SERVICE DISTRICT	9,000	9,000
7000	TAX		
40160	Property Tax Collected (M & O)	3,707,500	3,720,250
40162	Penalty & Interest (M & O)	22,000	22,500
40163	Mixed Beverage Tax	46,000	46,750
40165	Sales Tax	789,000	800,000
40166	PEC Franchise Tax	162,000	180,000
40180	Other Income	1,500	500
Total 7000	TAX	4,728,000	4,770,000
8000	POLICE		
40180	Other Income	2,000	250
40186	Other Income-Pub/Sfty Donation	5,000	5,000
Total 8000	POLICE	7,000	5,250

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
9500	DEVELOPMENT SERVICES		
40180	Other Income	3,000	4,000
40183	Building Permit Fees	100,000	100,000
40184	Plat Fees	3,000	4,000
40192	Zoning Fees	750	1,000
Total 9500	DEVELOPMENT SERVICES	106,750	109,000
9600	STREET MAINTENANCE		
40165	Sales Tax	131,750	138,750
40207	Pecan Creek Association	3,750	3,750
40208	Applehead POA	5,750	5,750
40209	Applehead Island POA	1,000	1,000
40210	HSB POA	500,000	400,000
40211	Cable Franchise Fees	32,000	32,500
Total 9600	STREET MAINTENANCE	674,250	581,750
9800	MOWING & CLEARING		
40215	Mowing	375,000	400,000
40216	Clearing	500	0
Total 9800	MOWING & CLEARING	375,500	400,000
9999	INTEREST INCOME		
40220	Interest on Investments	12,000	12,000
Total 9999	INTEREST INCOME	12,000	12,000
TOTAL OPERATING REVENUE		6,686,500	6,879,250

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING EXPENDITURES		
1000	ADMINISTRATION		
50410	Salaries & Wages	487,750	681,250
50411	Overtime	37,500	28,250
50415	Employers FICA Expense	39,000	38,000
50420	Group Insurance Premiums	69,000	69,250
50430	Pension Plan I	30,750	29,000
50432	Pension Plan II	21,750	24,000
50435	Employers Unemployment Expense	5,000	5,000
50500	Accounting & Auditing Expense	16,500	16,500
50505	Professional Services	14,000	13,250
50506	Election Contracts	3,750	4,000
50509	Appraisal/Tax - Burnet	8,500	8,500
50510	Appraisal/Tax - Llano	88,000	90,750
50545	Maintenance Contracts	28,000	30,000
50564	Codification	5,000	5,000
50565	City Council Expense	7,500	5,000
50567	Technology Initiative	0	1,000
50568	Advisory Committees	39,000	10,000
50570	Dispatch Expense	75,000	93,250
50575	Dues, Fees, & Subscriptions	8,000	10,000
50585	Electricity	35,000	35,000
50593	Travel, Training, Schools	26,000	15,000
50595	Fuel & Lubricants	250	250
50596	Employee Awards Program	750	1,000
50610	Property & Liability Ins.	82,000	93,000
50611	Workers' Comp Insurance	84,000	81,000
50620	Legal Expense	75,000	65,000
50621	Contingency	0	75,000
50625	Fireworks	10,000	10,000
50630	M & R - Building	73,500	25,000
50650	M & R - Grounds	10,000	10,000
50685	M & R - Vehicles	2,000	2,000
50753	Merchant Fee - CC	5,000	5,000
50765	Other Expense	5,000	5,000
50775	Postage	10,000	10,000
50780	Printing & Office Supplies	25,000	25,000
50810	Communications	40,000	43,000
50826	Municipal Court	30,000	32,500
50827	Contributions	10,000	10,000
50866	Tree Removal	1,000	5,000
50868	Martin Park	6,000	5,000
50832	Transfer Out To Debt Service Fund	252,250	0
50869	Transfer Out To Horseshoe Creek Trail Fund	27,750	20,000
50870	Fox House Park	0	5,000
50871	Milfoil Treatment	0	17,500
	ADMINISTRATION	1,794,500	1,757,250

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
5000	FIRE		
50410	Salaries & Wages	1,098,500	1,075,000
50411	Overtime	64,250	70,000
50412	Salaries - P/T Firefighters	89,000	90,000
50415	Employers FICA Expense	90,000	90,000
50420	Group Insurance Premiums	197,000	198,250
50430	Pension Plan I	75,000	75,000
50432	Pension Plan II	51,000	50,250
50505	Professional Services	6,000	8,000
50545	Maintenance Contracts	5,000	7,250
50548	Contract Services	3,250	5,250
50575	Dues, Fees, & Subscriptions	7,000	7,000
50592	Equipment & Supplies	12,000	33,500
50593	Travel, Training, Schools	26,000	35,000
50594	Fire Protection Gear	10,000	17,500
50595	Fuel & Lubricants	10,000	15,000
50640	M & R - Equipment	16,000	17,500
50685	M & R - Vehicles	25,000	30,000
50765	Other Expense	10,000	11,500
50775	Postage	250	250
50780	Printing & Office Supplies	2,000	2,250
50800	Safety Equipment & Supplies	0	4,000
50829	Public Safety Donations	5,000	5,000
50830	Uniforms	5,000	12,500
Total 5000	FIRE	1,807,250	1,860,000
8000	POLICE		
50410	Salaries & Wages	1,190,750	1,253,500
50411	Overtime	18,000	18,000
50415	Employers FICA Expense	92,500	96,000
50420	Group Insurance Premiums	181,500	181,750
50430	Pension Plan I	76,000	74,500
50432	Pension Plan II	52,750	57,250
50548	Contract Services	9,000	10,000
50575	Dues, Fees, & Subscriptions	8,000	8,000
50592	Equipment & Supplies	6,000	6,000
50593	Travel, Training, Schools	10,500	6,000
50595	Fuel & Lubricants	45,000	57,500
50615	Investigation Contingency	4,000	4,000
50616	Jail Expense	250	250
50640	M & R - Equipment	2,500	2,500
50685	M & R - Vehicles	20,000	21,500
50686	M & R - Weapons	4,000	4,000
50760	Medical	500	1,000
50765	Other Expense	4,000	4,000
50775	Postage	250	250
50780	Printing & Office Supplies	4,750	4,000
50800	Safety Equipment & Supplies	2,500	2,500
50829	Public Safety Donations	5,000	5,000
50830	Uniforms	10,500	11,000
Total 8000	POLICE	1,748,250	1,828,500

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
9000	ANIMAL CONTROL		
50410	Salaries & Wages	40,000	42,250
50411	Overtime	2,000	2,000
50415	Employers FICA Expense	3,500	2,750
50420	Group Insurance Premiums	7,500	7,500
50430	Pension Plan I	2,750	2,750
50432	Pension Plan II	1,750	1,750
50502	Animal Shelter	3,500	7,000
50592	Equipment & Supplies	500	500
50593	Travel, Training, Schools	500	500
50595	Fuel & Lubricants	5,000	5,500
50685	M & R - Vehicles	2,500	3,500
50765	Other Expense	500	1,000
50830	Uniforms	500	500
50862	Deer Management	68,000	75,000
Total 9000	ANIMAL CONTROL	138,500	152,500
9500	DEVELOPMENT SERVICES		
50410	Salaries & Wages	154,750	210,000
50411	Overtime	750	1,000
50415	Employers FICA Expense	12,000	16,250
50420	Group Insurance Premiums	41,250	52,000
50430	Pension Plan I	10,750	14,500
50432	Pension Plan II	6,750	9,250
50505	Professional Services	65,000	75,000
50545	Maintenance Contracts	2,000	5,000
50575	Dues, Fees, & Subscriptions	2,000	2,500
50592	Equipment & Supplies	1,000	5,000
50593	Travel, Training, Schools	9,000	3,500
50595	Fuel & Lubricants	250	500
50685	M & R - Vehicles	250	500
50765	Other Expense	1,000	2,000
50777	Advertisements/Notices	1,000	1,250
50780	Printing & Office Supplies	1,500	2,500
50830	Uniforms	500	1,000
Total 9500	DEVELOPMENT SERVICES	309,750	401,750

CITY OF HORSESHOE BAY

GENERAL FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
9600	STREETS MAINTENANCE		
50590	Engineering Fees	5,000	5,000
50854	Street Patching Contract	45,000	45,000
50855	Street Patching Materials	25,000	25,000
50856	Drainage	18,000	15,000
50857	Traffic Signs Contract	22,750	15,000
50858	Traffic Signs Materials	7,000	5,000
50859	Litter Control Contract	15,000	20,000
50865	ROW Maintenance	90,000	90,000
Total 9600	STREETS MAINTENANCE	227,750	220,000
9800	MOWING & CLEARING		
50863	Lot Mowing	488,000	512,000
50864	Lot Clearing	0	0
Total 9800	MOWING & CLEARING	488,000	512,000
TOTAL OPERATING EXPENDITURES		6,514,000	6,732,000
GENERAL EQUIPMENT REPLACEMENT		35,000	
5000	FIRE		
	Purchase of Polaris Rescue Vehicle	20,000	
	Purchase of Radios	32,000	
TOTAL FY 2016 CAPITAL		87,000	
5000	FIRE		
	Purchase of two Fire Engines		1,000,000
8000	POLICE		
	Replacement of one non-pursuit vehicle		26,000
	Replace six computers and software		7,300
	Purchase six body and twelve in-car cameras and accessories		15,700
	Purchase six digital Taser weapons		8,100
	Begin conversion to Motorola radios		23,900
GENERAL EQUIPMENT REPLACEMENT			25,000
TOTAL FY 2017 CAPITAL			1,106,000
TOTAL EXPENDITURES		6,601,000	7,838,000
	Proceeds From Issuance of CO's For Purchase Of Fire Engines		1,000,000
REVENUE OVER EXPENDITURES		85,500	41,250

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING NET ASSETS	13,721,541
REVENUES:	
Operating Revenues:	
Water Production & Distribution	3,269,500
Wastewater Treatment & Collection	2,303,000
Solid Waste - Collection	815,000
Standby Fees	1,500
Interest From Investments	4,000
TOTAL REVENUES	6,393,000
TOTAL NET ASSETS	20,114,541
EXPENSES:	
Operating Expenses:	
Administration	2,216,250
Water Production & Distribution	1,456,750
Wastewater Treatment & Collection	1,247,500
Solid Waste	691,500
Total Operating Expenses	5,612,000
Depreciation	1,500,000
TOTAL EXPENSES	7,112,000
ENDING NET ASSETS	13,002,541
TOTAL OPERATING REVENUES	6,393,000
TOTAL OPERATING EXPENSES	5,612,000
EXCESS REVENUES OVER EXPENSES	781,000
ADDITIONAL EXPENDITURES	
Capital	670,000
Major Projects	2,980,000
Debt Service - Principal	840,000
TOTAL ADDITIONAL EXPENDITURES	4,490,000
NET CASH FLOW	(3,709,000)

CITY OF HORSESHOE BAY

UTILITY FUND PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

FY 2017 CAPITAL EXPENDITURES

Hot Water Pressure Washer	7,000
SCBA Tankless Breather	8,000
South Lift Station Rehab	130,000
Dozer/Track Loader	75,000
Replace Unit 75 Service Truck	35,000
Electrical System Improvements	50,000
Effluent High Pressure Filter	65,000
Water Meter AMI System	300,000
SUBTOTAL CAPITAL EXPENDITURES	670,000

FY 2017 MAJOR PROJECTS EXPENDITURES

750,000 Gallon High Storage Water Tank Rehab	380,000
West Water Plant Expansion	2,600,000
SUBTOTAL MAJOR PROJECTS EXPENDITURES	2,980,000
TOTAL FY 2017 CAPITAL EXPENDITURES	3,650,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING REVENUE		
1001	WATER - PRODUCTION		
40110	Water District Service Fees	2,917,000	2,950,000
40111	Water Non-District Service Fee	205,000	205,000
40112	Water Tap Connection Fees	73,250	75,000
40115	Reconnection Fees	8,000	8,000
40116	Temporary Meter Fees	750	1,000
40117	Water & Sewer P & I Service	13,000	13,000
40175	Insurance Proceeds	250	0
40178	Other Income - Leases	11,250	11,500
40180	Other Income	4,750	5,000
40185	Other Income-Permits	1,000	1,000
Total 1001	WATER - PRODUCTION	3,234,250	3,269,500
2001	WASTEWATER - TREATMENT		
40117	Water & Sewer P & I Service	14,750	15,000
40120	Sewer Customer Service Fees	1,900,000	1,920,000
40122	Sewer Tap Connection Fees	58,000	60,000
40124	Sewer Service - Cottonwood Shores	125,000	125,000
40125	Sewer Service - LCMUD#1	50,250	51,000
40127	Grinder Sales	123,000	130,000
40180	Other Income	2,000	2,000
Total 2001	WASTEWATER - TREATMENT	2,273,000	2,303,000
3001	SOLID WASTE - RECYCLING		
40126	Brush Disposal	15,250	16,000
40130	Garbage Fees - Commercial	135,000	136,250
40135	Garbage Fees - Residential	655,000	662,500
40180	Other Income	250	250
Total 3001	SOLID WASTE - RECYCLING	805,500	815,000
4000	STANDBY		
40140	Standby Customer Service Fees	1,500	1,000
40142	Penalty & Interest - Standby	1,750	500
Total 4000	STANDBY	3,250	1,500
9999	INTEREST INCOME		
40220	Interest on Investments	5,000	4,000
Total 9999	INTEREST INCOME	5,000	4,000
TOTAL OPERATING REVENUE		6,321,000	6,393,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING EXPENSE		
1000	ADMINISTRATION		
50410	Salaries & Wages	247,750	273,000
50411	Overtime	3,500	3,000
50415	Employers FICA Expense	19,250	21,000
50420	Group Insurance Premiums	51,500	52,750
50430	Pension Plan I	15,000	17,250
50432	Pension Plan II	11,250	12,250
50505	Professional Services	40,250	67,250
50512	Utility Billing	29,000	29,000
50516	Debt Service - Interest Series 2007	206,500	192,750
50517	Bond Issuance Cost - Series 2007	3,500	3,500
50518	Debt Service Interest-Series 2011	98,250	94,250
50519	Bond Issuance Cost - Series 2011	9,000	9,000
50520	Debt Service Interest-Series 2014	136,750	134,000
	Debt Service Interest-Series 2016	0	68,750
50545	Maintenance Contracts	44,000	45,000
50575	Dues, Fees, & Subscriptions	19,000	19,000
50581	Electricity/Recycle Center	1,250	1,250
50582	Electricity/WW Treatment Plant	152,250	155,000
50583	Electricity/West WTP	57,000	58,000
50585	Electricity/Field Maintenance Facilities	7,000	7,000
50586	Electricity / CWTP	138,000	140,000
50590	Engineering Fees	45,000	45,000
50593	Travel, Training, Schools	22,500	22,500
50596	Employee Awards Program	1,000	1,000
50630	M & R - Building	6,000	15,000
50650	M & R - Grounds	22,000	22,000
50753	Merchant Fee - CC	40,000	40,000
50765	Other Expense	4,000	4,000
50775	Postage	500	500
50780	Printing & Office Supplies	15,000	15,000
50810	Communications	43,500	44,000
50825	Uncollectable Accounts	1,000	1,000
50830	Uniforms	1,250	1,250
50840	Administrative Fees	490,750	602,000
Total 1000	ADMINISTRATION	1,982,500	2,216,250

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
1001	WATER - PRODUCTION		
50400	Salaries Water	190,750	161,000
50411	Overtime	22,500	23,000
50415	Employers FICA Expense	16,250	12,500
50420	Group Insurance Premiums	47,250	47,250
50430	Pension Plan I	12,000	10,500
50432	Pension Plan II	9,500	8,250
50535	Bulk Water Purchases	350,000	350,000
50540	Chemicals / Water	75,250	75,000
50548	Contract Services	3,000	3,000
50555	Lab Expense	15,750	16,000
50592	Equipment & Supplies	4,000	4,000
50595	Fuel & Lubricants	7,000	7,000
50640	M & R - Equipment	5,000	5,000
50675	M & R - Plant	76,500	75,000
50685	M & R - Vehicles	3,250	3,500
50765	Other Expense	1,500	1,500
50785	Rent / Lease	2,000	2,000
50800	Safety Equipment & Supplies	4,500	5,500
50830	Uniforms	3,500	3,500
Total 1001	WATER - PRODUCTION	849,500	813,500
1002	WATER - DISTRIBUTION		
50400	Salaries Water	299,750	297,000
50411	Overtime	21,000	22,000
50415	Employers FICA Expense	25,250	22,750
50420	Group Insurance Premiums	69,500	69,500
50430	Pension Plan I	17,500	16,750
50432	Pension Plan II	12,500	13,000
50548	Contract Services	8,000	5,000
50550	Contract Serv-Leak Detect/GPS	14,500	15,000
50592	Equipment & Supplies	19,500	20,000
50595	Fuel & Lubricants	15,000	15,000
50640	M & R - Equipment	8,500	8,500
50685	M & R - Vehicles	7,250	8,000
50725	M & R Materials - Line	43,000	45,000
50726	Street Repair - Paving	30,250	30,000
50730	M & R Materials - WT Tap	16,000	16,000
50755	Meter Expense - New Svc	26,500	27,000
50765	Other Expense	2,250	2,500
50785	Rent / Lease	1,000	1,000
50800	Safety Equipment & Supplies	4,500	4,750
50830	Uniforms	4,500	4,500
Total 1002	WATER - DISTRIBUTION	646,250	643,250

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
2001	WASTEWATER - TREATMENT		
50406	Salaries Sewer	127,250	167,500
50411	Overtime	12,500	13,000
50415	Employers FICA Expense	10,750	13,000
50420	Group Insurance Premiums	47,250	47,250
50430	Pension Plan I	8,000	10,750
50432	Pension Plan II	6,250	8,500
50543	Chemicals / WW Treatment	12,750	15,000
50548	Contract Services	3,500	3,500
50555	Lab Expense	12,500	12,500
50592	Equipment & Supplies	3,250	3,500
50595	Fuel & Lubricants	7,500	7,500
50640	M & R - Equipment	5,250	5,500
50675	M & R - Plant	35,500	35,000
50685	M & R - Vehicles	3,000	3,000
50742	Bio Solids - Compost	12,750	12,000
50765	Other Expense	1,000	1,000
50785	Rent / Lease	2,000	2,000
50800	Safety Equipment & Supplies	3,500	3,500
50830	Uniforms	3,500	3,500
Total 2001	WASTEWATER - TREATMENT	318,000	367,500
2002	WASTEWATER - COLLECTION		
50406	Salaries Sewer	299,750	309,250
50411	Overtime	37,000	35,000
50415	Employers FICA Expense	25,250	23,750
50420	Group Insurance Premiums	69,500	71,750
50430	Pension Plan I	17,500	17,500
50432	Pension Plan II	12,500	13,500
50542	Chemicals/Collection System	14,000	15,000
50548	Contract Services	8,000	8,000
50550	Contract Serv-Leak Detect/GPS	15,000	15,000
50592	Equipment & Supplies	20,000	19,000
50595	Fuel & Lubricants	14,000	15,000
50640	M & R - Equipment	9,000	9,000
50645	M & R - Grinder Pump	130,000	130,000
50646	M & R - Grinders Sold	71,250	75,000
50670	M & R - Lift Station	25,000	25,000
50685	M & R - Vehicles	8,000	8,000
50715	M & R Materials - GP Tap	9,500	10,000
50725	M & R Materials - Line	36,500	37,000
50726	Street Repair - Paving	30,250	30,000
50765	Other Expense	2,500	2,750
50785	Rent / Lease	1,500	1,500
50800	Safety Equipment & Supplies	4,500	4,500
50830	Uniforms	4,500	4,500
Total 2002	WASTEWATER - COLLECTION	865,000	880,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
3001	SOLID WASTE - RECYCLING		
50409	Salaries - Monitor	49,000	50,500
50411	Overtime	1,000	1,000
50415	Employers FICA Expense	4,000	4,000
50420	Group Insurance Premiums	8,000	8,000
50430	Pension Plan I	2,750	2,750
50432	Pension Plan II	750	750
50599	Compactor Service	11,250	12,000
50600	Garbage Service - Commercial	112,250	113,500
50605	Garbage Service - Residential	403,500	457,000
50606	Recycling Service	13,000	13,000
50676	M & R Brush Site	24,000	24,000
50785	Rent / Lease	5,000	5,000
Total 3001	SOLID WASTE - RECYCLING	634,500	691,500
TOTAL OPERATING EXPENSE		5,295,750	5,612,000
REVENUE OVER EXPENSE		1,025,250	781,000
ADDITIONAL EXPENDITURES			
FY 2016 CAPITAL EXPENDITURES		500,000	
FY 2016 CAPITAL EXPENDITURES - MAJOR PROJECTS		1,390,000	
FY 2017 CAPITAL EXPENDITURES			
	Hot Water Pressure Washer		7,000
	SCBA Tankless Breather		8,000
	South Lift Station Rehab		130,000
	Dozer/Track Loader		75,000
	Replace Unit 75 Service Truck		35,000
	Electrical System Improvements		50,000
	Effluent High Pressure Filter		65,000
	Water Meter AMI System		300,000
	SUBTOTAL CAPITAL EXPENDITURES		670,000

CITY OF HORSESHOE BAY

UTILITY FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
FY 2017 MAJOR PROJECTS EXPENDITURES			
	750,000 Gallon High Storage Water Tank Rehab		380,000
	West Water Plant Expansion		2,600,000
	SUBTOTAL MAJOR CAPITAL EXPENDITURES		2,980,000
TOTAL FY 2017 CAPITAL EXPENDITURES			3,650,000
DEBT SERVICE - PRINCIPAL SERIES 2007		340,000	355,000
DEBT SERVICE - PRINCIPAL SERIES 2011		170,000	175,000
DEBT SERVICE - PRINCIPAL SERIES 2014		130,000	130,000
DEBT SERVICE - PRINCIPAL SERIES 2016		-	180,000
TOTAL ADDITIONAL EXPENDITURES		2,530,000	4,490,000
NET CASH FLOW		(1,504,750)	(3,709,000)

Note: The City will either use currently undedicated funds and /or issue certificates of obligation to fund Capital Expenditures

CITY OF HORSESHOE BAY

STREET IMPROVEMENTS CAPITAL PROJECT FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING FUND BALANCE	-
REVENUES:	
Interest From Investments	-
TOTAL REVENUES	-
TOTAL FUNDS AVAILABLE	-
EXPENDITURES:	
Project Management	111,000
Capital Expenditures	600,000
TOTAL EXPENDITURES	711,000
ENDING FUND BALANCE	(711,000)

Note: The City will use currently undedicated funds to continue funding the street improvements project.

CITY OF HORSESHOE BAY

STREET IMPROVEMENTS CAPITAL PROJECT FUND
PROPOSED BUDGET
From 10/1/2015 To 9/30/2016

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	BEGINNING FUND BALANCE	-	-
	OPERATING REVENUE		
9999	INTEREST INCOME		
40220	Interest on Investments	500	-
Total 9999	INTEREST INCOME	500	-
TOTAL OPERATING REVENUE		500	-
	OPERATING EXPENDITURES		
9700	STREET IMPROVEMENTS		
50410	Salaries and Wages	85,250	86,750
50415	Employers FICA Expense	7,000	6,750
50420	Group Insurance Premiums	8,250	8,500
50430	Pension Plan I	4,000	4,000
50432	Pension Plan II	4,000	4,000
50765	Other Expense	500	500
50810	Communications	500	500
Total 9700	STREET IMPROVEMENTS EXPENDITURES	109,500	111,000
TOTAL OPERATING EXPENDITURES		109,500	111,000
FY 2016 CAPITAL EXPENDITURES		2,405,000	
FY 2017 CAPITAL EXPENDITURES			
50961	Street Improvements - CONST.		-
50962	Street Improvements - ENG/SURVEY		-
50965	Seal Coating		600,000
TOTAL FY 2017 CAPITAL EXPENDITURES			600,000
TOTAL EXPENDITURES		2,514,500	711,000
REVENUE OVER EXPENDITURES		(2,514,000)	(711,000)

CITY OF HORSESHOE BAY

STREET IMPROVEMENTS CAPITAL PROJECT FUND
PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

STREET IMPROVEMENTS		
50965	Seal Coating	600,000
		600,000
TOTAL FY2017 CAPITAL EXPENDITURES		600,000

CITY OF HORSESHOE BAY

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING FUND BALANCE	-
REVENUES:	
TP&W Trail Grant	-
Transfer In from General Fund	20,000
TOTAL REVENUES	20,000
TOTAL FUNDS AVAILABLE	20,000
EXPENDITURES:	
Capital Expenditures	20,000
TOTAL EXPENDITURES	20,000
ENDING FUND BALANCE	-

CITY OF HORSESHOE BAY

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

	FY 2016 Projected Actuals	FY 2017 Proposed Budget
BEGINNING FUND BALANCE	-	-
OPERATING REVENUE		
TP&W Trail Grant	110,250	-
Transfer In From General Fund	27,750	20,000
TOTAL OPERATING REVENUE	138,000	20,000
OPERATING EXPENDITURES	-	-
TOTAL OPERATING EXPENDITURES	-	-
FY 2017 CAPITAL EXPENDITURES		
Horseshoe Creek Trail Park - CONST.	133,000	20,000
Horseshoe Creek Trail Park - DESIGN	5,000	-
TOTAL FY 2017 CAPITAL EXPENDITURES	138,000	20,000
TOTAL EXPENDITURES	138,000	20,000
REVENUE OVER EXPENDITURES	-	-

CITY OF HORSESHOE BAY

HORSESHOE CREEK TRAIL PARK CAPITAL PROJECT FUND
PROPOSED CAPITAL EXPENDITURES
FISCAL YEAR 2016 - 2017

Horseshoe Creek Park Trail - CONST.	20,000
Horseshoe Creek Park Trail - DESIGN	-
	20,000
TOTAL FY2017 CAPITAL EXPENDITURES	20,000

CITY OF HORSESHOE BAY

DEBT SERVICE FUND
PROPOSED BUDGET SUMMARY
FISCAL YEAR 2016 - 2017

BEGINNING FUND BALANCE	-
REVENUES:	
Ad Valorem Taxes	745,750
Interest From Investments	250
Transfer In From General Fund	-
	746,000
TOTAL FUNDS AVAILABLE	746,000
EXPENDITURES:	
Debt Service Interest - Series 2011	148,500
Debt Service Principal - Series 2011	275,000
Debt Service Interest - Series 2014	152,250
Debt Service Principal - Series 2014	150,000
Debt Service Interest - Series 2016	19,500
TOTAL EXPENDITURES	745,250
ENDING UNRESTRICTED FUND BALANCE	750

CITY OF HORSESHOE BAY

DEBT SERVICE FUND
PROPOSED BUDGET
From 10/1/2016 To 9/30/2017

Account Code	Account Title	FY 2016 Projected Actuals	FY 2017 Proposed Budget
	OPERATING REVENUE		
	Beginning Fund Balance	-	-
40150	Property Tax Collected (I&S)	472,250	745,750
	TOTAL TAX REVENUE	472,250	745,750
9999	INTEREST INCOME		
40220	Interest on Investments	250	250
Total 9999	INTEREST INCOME	250	250
40195	Transfer In From General Fund	252,250	-
TOTAL OPERATING REVENUE		724,750	746,000
	OPERATING EXPENDITURES		
50518	Debt Service Interest - Series 2011	154,750	148,500
50520	Debt Service Principal - Series 2011	270,000	275,000
50521	Debt Service Interest - Series 2014	155,000	152,250
50522	Debt Service Principal - Series 2014	145,000	150,000
	Debt Service Interest - Series 2016	-	19,500
Total 7000	TOTAL DEBT SERVICE EXPENDITURES	724,750	745,250
TOTAL OPERATING EXPENDITURES		724,750	745,250
REVENUE OVER EXPENDITURES		-	750

Item # 3.3

CITY OF HORSESHOE BAY

AUGUST 30, 2016

To: Mayor and City Council

Thru: Stan R. Farmer, City Manager & Larry Anderson, Finance Director

From: Jeff Koska, Community Services Director

RE: Proposed Utility Rates for FY 2017

In correlation with the development of the Utility Fund Fiscal Year 2017 Budget, Staff has revised the rates to complement the projected revenue requirements.

In 2006, the City Council decided utility revenues would be generated solely from utility rates and fees. This decision eliminated fund transfers from the General Fund, derived from ad valorem taxes, to the Utility Fund. A model was developed that provides good approximation of predicted revenues from historical data and cost allocations. Based on assumptions of an "average year" the model provides a good tool in setting equitable rates based on cost of services provided.

It is expected that at the end of FY 2016, revenues over O&M expenses will contribute approximately $1,050,000 towards FY 2016 capital expenditures and debt service. FY 2016 projected capital expenditures and debt service total $1,205,000, which exceeds net revenues by approximately $155,000. Developer reimbursed funds cover West Water Plant major capital expenditures and are not included in this calculation. The FY 2016 Rate Stabilization Fund was utilized to subsidize the FY 2016 bond principal payments, capital expenditures and ensure stability in utility rates. However, for FY 2017 these funds now have a minimal balance as they were authorized to subsidize the completion of the Street Rehabilitation project.

FY 2017 projected revenues need to increase to cover the operational, capital and debt service related to Utilities function expenses to maintain a balanced budget. The currently estimated carry over balance from FY 2016 is $370,000. Total FY 2017 expenses, not including CIP expenditures for West Water Treatment Plant, as they are covered by the Summit Rock PID Fund, are budgeted at $7,502,000. If the estimated carry over funds from FY 2016 are transferred into the Rate Stabilization Fund, it will reduce the revenue required by the estimated $370,000. By utilizing these funds to subsidize the Utility Fund expenditures, the breakeven requirement for Utility Fund revenues would require a Utility Rate increase of 14.6%.

An increase will be charged on all new service taps and low pressure grinder assemblies to cover increased expenses related to increases in brass fittings and other materials by manufactures.

The following table provides the FY 2017 proposed rates:

Proposed Rates	2016	2017	% Increase
5/8"	$24.75	$28.36	14.6%
1"	$28.25	$32.37	14.6%
1 1/2"	$31.15	$35.70	14.6%
2"	$41.25	$47.27	14.6%
3"	$117.50	$134.66	14.6%
4"	$147.50	$169.04	14.6%
6"	$211.75	$242.67	14.6%
Additional Outside City Service Fee	$24.00	$27.50	14.6%
		Average %	14.6%

Residential Volume Block Rates

	2016	2017	% Increase
0 - 5000	$0.00	$0.00	
5001-10000	$3.57	$4.09	14.6%
10001-25000	$4.35	$4.48	14.6%
25001-50000	$5.15	$5.30	14.6%
50001-100000	$6.20	$6.39	14.6%
100001 above	$6.75	$6.95	14.6%
		Average %	14.6%

Out of District Residential Rates and other tracts outside City limits.

	2016	2017	% Increase
0- 5000	$0.00	$0.00	
5001-10000	$7.15	$8.19	14.6%
10001-25000	$8.45	$9.68	14.6%
25001-50000	$9.75	$11.17	14.6%
50001-100000	$11.30	$12.95	14.6%
100001 above	$12.35	$14.15	14.6%
		Average %	14.6%

Wholesale Rates (Rates are defined in Wholesale Contracts)

	2016	2017	% Increase
0- 5000	$0.00	$0.00	
5001-10000	$7.15	$8.19	14.6%
10001-25000	$8.45	$9.68	14.6%
25001-50000	$9.75	$11.17	14.6%
50001-100000	$11.30	$12.95	14.6%
100001 above	$12.35	$14.15	14.6%
		Average %	14.6%

Commercial Volume Block Rates

	2016	2017	% Increase
0 - 5000	$5.05	$5.79	14.6%
5001-10000	$5.85	$6.70	14.6%
10001-25000	$6.90	$7.91	14.6%
25001-50000	$8.20	$9.40	14.6%
50001-100000	$9.75	$11.17	14.6%
100001 above	$10.80	$12.38	14.6%
		Average %	14.6%

Large Commercial Volume Block Rates

	2016	2017	% Increase
0 -5000	$0.00	$0.00	
5001-10000	$4.55	$5.21	14.6%
10001-25000	$5.33	$6.11	14.6%
25001-50000	$6.10	$6.99	14.6%
50001-100000	$7.15	$8.19	14.6%
100001 above	$7.70	$8.82	14.6%
		Average %	14.6%

Irrigation Volume Block Rates

	2016	2017	% Increase
0 -5000	$4.35	$4.99	14.6%
5001-10000	$4.90	$5.62	14.6%
10001-25000	$5.70	$6.53	14.6%
25001-50000	$6.50	$7.45	14.6%
50001-100000	$8.10	$9.28	14.6%
100001 above	$8.40	$9.63	14.6%
		Average %	14.6%

Multi-Family Volume Block Rates

	2016	2017	% Increase
0 - 5000	$0.00	$0.00	
5001-10000	$3.57	$4.09	14.6%
10001-25000	$4.35	$4.99	14.6%
25001-50000	$5.15	$5.90	14.6%
50001-100000	$6.20	$7.11	14.6%
100001 above	$6.75	$7.74	14.6%
		Average %	14.6%

Wastewater Rates

Minimum Bill

	2016	2017	% Increase
Residential	$42.25	$48.42	14.6%
Commercial	$42.25	$48.42	14.6%
Large Commercial	$42.25	$48.42	14.6%
Multifamily	$42.25	$48.42	14.6%
		Average %	14.6%

Volumetric Rate

	2016	2017	% Increase
Residential	$0.00	$0.00	0.0%
Commercial	$6.25	$7.16	14.6%
Large Commercial	$5.75	$6.59	14.6%
Multifamily	$0.00	$0.00	0.0%
		Average %	9.7%

New Service Grinder Pump System Rates

	2016	2017	% Increase
Single Unit for Low Pressure	$2,370	$2,400	1.3%
Single Unit for High Pressure	$3,300	$3,300	0.0%
Commercial Duplex Units for Low Pressure	$4,400	$4,450	1.1%
Commercial Duplex Units for High Pressure	$5,800	$5,800	0.0%
		Average %	0.6%

New Service Water Tap Size

	2016	2017	% Increase
¾ connection	$1,375	$1,450	5.5%
1" connection	$1,475	$1,550	5.1%
1-1/2" connection	$1,725	$1,850	7.2%
2" connection	$1,975	$2,150	8.9%
		Average %	6.7%

New Service Wastewater Tap

	2016	2017	% Increase
Residential (Standard 1 1/2")	$1,225	$1,300	6.1%
Commercial (Standard 1 1/2")	$1,225	$1,300	6.1%
		Average %	6.1%

Item # 3.4

CITY OF HORSESHOE BAY

AUGUST 30, 2016

To: Mayor and City Council

From: Stan R. Farmer, City Manager

Re: Discuss Tax Rate Comparisons with Other Cities

FY 2015-2016 tax rates for surrounding cities:

City	Cents/$100 Valuation	M&O	I&S	TOTAL
Horseshoe Bay	25.00	.2220	.028	$0.2500
Lakeway	17.00	.1411	.0289	$0.1700
Fredericksburg	23.13	.1761	.0552	$0.2313
Marble Falls	64.83	.2100	.4383	$0.6483
Burnet	62.65	.5155	.1110	$0.6265
Llano	39.63	.36729	.02904	$0.39633
Lago Vista	65.00	.3923	.2577	$0.6500
Jonestown	56.56	.5223	.0433	$0.5656
Kerrville	56.25	.4890	.0735	$0.5625

Horseshoe Bay (11.4% of GF revenue is sales tax)
Lakeway (26% of GF revenue is sales tax)
Fredericksburg (44% of GF revenue is sales tax)
Marble Falls (64% of GF revenue is sales tax)

Enclosure: Spreadsheet with Further Data for 4 Top Listed Cities

Ad Valorem and Sales Tax Comparisons
For Selected Cities
Source: Budgets For FY 2015-2016

CITY	PROPERTY TAX	SALES TAX	PROPERTY PLUS SALES TAX	TOTAL GF REVENUE
Marble Falls	$ 1,560,000	$ 5,734,844	$ 7,294,844	$ 8,964,809
As a % of (Property plus Sales Tax)	21.38%	78.62%		
As a % of Total GF Revenue	17.40%	63.97%		
Fredericksburg	$ 2,856,000	$ 5,250,000	$ 8,106,000	$ 11,926,400
As a % of (Property plus Sales Tax)	35.23%	64.77%		
As a % of Total GF Revenue	23.95%	44.02%		
Lakeway	$ 4,920,611	$ 3,214,714	$ 8,135,325	$ 12,148,725
As a % of (Property plus Sales Tax)	60.48%	39.52%		
As a % of Total GF Revenue	40.50%	26.46%		
Horseshoe Bay	$ 3,707,500	$ 772,500	$ 4,480,000	$ 6,789,250
As a % of (Property plus Sales Tax)	82.76%	17.24%		
As a % of Total GF Revenue	54.61%	11.38%		

CITY OF HORSESHOE BAY

FY 2017 FIVE-YEAR CAPITAL PLAN

Utility Fund Five Year Capital Improvement Plan

	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Routine Equipment/Projects	**500,000**	**670,000**	**750,000**	**750,000**	**750,000**	**750,000**
Major Projects						
Summit Rock Effluent Pump and Piping			130,000			
750,000 Gallon High Storage Water Tank Rehab		380,000				
1,500,000 Gallon High Storage Water Tank Rehab					550,000	
West Water Plant Expansion *	1,300,000	2,600,000				
Summit Rock Lift Station *	50,000		520,000			
Wastewater Treatment Plant Expansion Eng.*			400,000			
Wastewater Treatment Plant Expansion*				2,500,000	1,000,000	
Central Water Plant Membrane Replacement (2MG)			600,000	250,000		
Applehead Water Line Replacement	40,000					
Developer Contribution** ($7.4 M)	(1,350,000)	(2,600,000)	(920,000)	(530,000)		
Subtotal - Major Projects	**40,000**	**380,000**	**730,000**	**2,220,000**	**1,550,000**	
Total Annual CIP Requirements	**540,000**	**1,050,000**	**1,480,000**	**2,970,000**	**2,300,000**	**750,000**

*Projects that have a Developer Contribution

**The first $2M is funded. However, the remainder will be reimbursed from the PID. The City will likely need to set up a receivable and begin accruing interest if the PID is unable to reimburse at the time of construction.

Capital Projects Fund Five-Year Capital Improvement Plan

	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Street Projects (Fund 7)	1,650,000	-	-	-	-	-
Seal Coating	755,000	600,000	765,000	250,000	220,000	-
Golden Nugget Safety Improvement		-	230,000	-	-	
Horseshoe Trail Park (Fund 9)	138,000	20,000	15,000	15,000	-	-
Total Annual CIP Requirements	**2,543,000**	**620,000**	**1,010,000**	**265,000**	**220,000**	-

Note: Some of the data for FY 2016 are actual and/or projected numbers, not 2015 Council approved

FY 2017 Capital Plan approved on September 20, 2016 by unanimous vote of the Council of the City of Horseshoe Bay during a regularly scheduled meeting and made a part of the minutes thereof.

Stephen T. Jordan, Mayor

Item 3.6

CITY OF HORSESHOE BAY

AUGUST 30, 2016

To: Mayor and City Council

From: Stan R. Farmer, City Manager

Re: Discuss Growth in Number of Full-Time Employees Since Incorporation

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Councilwoman Clinesmith requested that this item be placed on the agenda for discussion. Enclosed is a helpful spreadsheet that shows the growth in the number of full-time employees since incorporation. All positions were approved by City Council action.

Enclosures: Spreadsheet

Growth in Number of Full-time Employees Since Incorporation

Date	Fiscal Year	Action	# of F/T Employees	Reason for increase/decrease, if known
Prior to 3-1-2006			53	
10/1/2005	2006	assets and liabilities from Lake LBJ MUD Approved w/Budget	57	added 1 to Field Operations added 2 to Police added 1 to Admin
10/1/2006	2007	Approved w/Budget	60	added 1-Field Operations added 1 to Police added 1 to Admin
10/1/2007	2008	Approved w/Budget	65	added 1 to Utilities added 2 to Police added 1 to Admin added 1 to Firefighter
10/1/2008	2009	no change	65	no change
10/1/2009	2010	Approved w/Budget	70	added 2 to Police added 3 to Firefighters
10/1/2010	2011	Approved w/Budget	71	added 1 to Admin
10/1/2011	2012	Approved w/Budget	71	no change
4/17/2012	2012	Approved at April CC mtg	72	added Foreman position to Field
6/20/2012	2012	Approved at June CC mtg	73	upgraded P/T Project Manager to F/T
10/1/2012	2013	Approved w/Budget	73	added 1 to Police deleted 1 in Dev Serv Bldg Inspector
10/1/2013	2014	Approved w/Budget	74	added 1 in Field-Water Conservation Inspector added 2 in Field Operations reduced 1 in Utility CS Support to P/T deleted 1 in Dev Serv-Development Inspector
1/21/2014	2014	Approved at Jan CC mtg	75	upgraded P/T Code Enforcement Officer to F/T
10/1/2014	2015	Approved w/Budget	76	added 1 to Development Services
10/1/2015	2016	Approved w/Budget	77	added 1 to Police
5/17/2016	2016	Approved at May CC mtg	78	upgraded P/T Utility CS to F/T

Meeting Schedule

June 28:	**First Budget Workshop – 9:00 a.m.** **1. Review FY2017 Draft Budget** **2. Propose 2016 Tax Rate**
August 12:	**Deadline for City Manager to file a Proposed Budget with City Secretary** ***(not less than 30-days prior to time the City Council passes the tax levy ordinance for the current fiscal year (Sept. 20). Tex LGC §102.005)***
August 30:	**Second Budget Workshop – 9:00 a.m.** ***(City Council shall call a public hearing on the proposed budget on a date at least 15 days after the date of filing with the City Secretary (Aug 12) and prior to the date the CC will pass the tax levy ordinance, Tex LGC §102.006)*** **1. Public Hearing** **2. Review FY2017 Proposed Budget**
August 30:	**Regular City Council Meeting – 3:00 p.m.** **1. Schedule and Announce Meeting to Adopt Tax Rate (September 20)**
September 6:	**Third Budget Workshop – 9:00 a.m. (if needed)** **1. Public Hearing** **2. Review FY2017 Proposed Budget**
September 20:	**Regular City Council Meeting – 3:00 p.m.** **1. Public Hearing on the Proposed Budget** **2. Adopt FY2017 Budget** **3. Adopt 2016 Tax Rate** **4. Approve Utility Rates**

CITY OF HORSESHOE BAY

AUGUST 30, 2016

To: Mayor and City Council

From: Jeff Koska, Director of Community Services

RE: Discuss, Consider and Take Action Regarding Improvements to Yard Waste Collection Process at the Reclamation/Recycle Center and Proposed Rates

In the past couple of years increased volumes of recycled materials and yard waste (brush) have put pressure on existing resources and infrastructure. Staff has worked to ensure service levels remain high; however, it is evident that certain changes are needed to continue effective services and ensure revenues are covering expenses related to these functions. Two major issues are becoming apparent with these operations. First is the need to maintain the existing site with improved infrastructure to enhance traffic flow through the site and to make the site more customer friendly and safe. Second is to improve control over brush operations and ensure expenses cover the operation and not create an unnecessary financial burden on our garbage rates.

The current Recycling Center was constructed in 2003 and originally did not have open top containers at the location. Containers were placed at two locations for one week each spring to support an annual cleanup program. As volume increased beyond this program, it was decided in 2005 to continue the program on a continuous basis at the new recycling center. As traffic volumes have increased over the years a logistic and safety issue has developed. Staff is proposing improvements to the Center to improve the traffic routing, safer access to recycling receptacles, and make the open top containers more of a self-serving station with Juan still available to assist. The enclosure shows planned improvements to the site as proposed. Staff would like to utilize Capital funds not utilized in FY 2016 to complete the improvements, if Council approves of the plan. Expected expenses to complete the improvements are $65,000.

Second, for the past 5 years it has become increasingly difficult to burn the volume of brush that accumulates over the year. Drought and new residents residing close to the brush site have created a very small window of opportunity each year to dispose of the brush by this method. The last two years the Staff has resorted to contracting a brush grinding contractor to complete the disposal function at a much greater cost, but safely in a matter of days. Although this service to our customers was set up purely for our resident's personal disposal, the operation began allowing contractors who serviced our customers to dump brush at the site by paying for an annual permit and based on the volume of the load. Over the years the volume has grown to levels that Staff believes is not purely from our residents. Even with the existing controls in place it is not definitive that the volume coming into the site is strictly from HSB residents. In other words, illegal dumping is taking place and our site is being taken advantage of as an easy location by landscapers and others to dump brush from outside the City limits. In addition, many times contractors have slipped unauthorized trash/junk under the brush that cost the City to remove. Currently, the revenue from Contractors is not covering expenses to grind and dispose of brush

volumes currently accumulating. In 2016 the expense to grind and dispose of the annual volume of 14,000 Cubic Yards was $31,500 compared to past revenue from contractors of $16,000. Staff proposes increase on site monitoring, limiting hours of operations and to significantly increase the rates for contractor permits and volume fees to better manage the operation.

Proposed Hours for BRUSH DISPOSAL

Currently: 7 days per week (except Monday Holidays) Hours 8am-12pm & 1pm-4pm.

Proposed: 3 days per week from 8 am to 2 pm: Monday, Wednesday and Friday – For Contractors only. Brush Site will remain open all 7 days per week for Residents who bring their OWN brush.

Paid Brush Station monitor will be on site while open. We will use current part-time recycle monitor.
Dump only in numbered assigned designated area to better control yard waste. Max single Resident volume is set at 10cy annually, after which tier fees below apply.

Rate increases for Contractors

Contractor Annual Dump Permit
Current $50.00 no limit on volume. Truck = $7.25; Trailer = 14.50; Dump truck $130.

Proposed $75.00 with Tiered Volume Fees based on Cubic yards,
$1.50 per cy for first 200 cy;
$2.50 per cy for 201cy to 400 cy;
$5.00 per cy for over 400 cy.

*Conversion –	Small truck bed 6.5'x4'x4' =	4.00 cy	Max = 100cy/4.00cy =25 truckloads;
	Large bed truck 8'x4'x4.5 =	5.50 cy	Max = 100cy/5.50cy = 18 truckloads;
	16 ft. trailer 16'x6'x6'	= 21.50 cy	Max = 100/cy/21.50cy = 5 trailer loads.

Budget Impact on Revenue is expected to reduce the volume, but generate revenue sufficient to support 75% of Brush Operation expenses with only 25% of revenue requirements from garbage customers.

Proposed Changes to RECYCLING HOURS

Currently: 7 days per week (except Monday Holidays) Hours 8am-12pm & 1pm-4pm

Proposed: Monday through Friday – Hours 8am-12pm & 1pm-4pm (Same as current)
Saturday & Sunday – Hours 10am - 3pm (5 hours)

Budget Impact for increased Brush Monitoring of 11 hrs./week = annual cost of $8,580. Staff believes the rate increase will pay for additional expenses for monitoring site.

Staff recommends Council approve the improvements to the recycling center and the proposed hours of operations for the Recycling Center and Brush Operations to be effective October 1, 2016. If approved, Staff will bring back a Budget Amendment next month to the Council to approve.

Enclosure: Map of Recycle Center Proposed Improvements

Proposed Changes to Recycling Center