

CITY OF PINEY POINT VILLAGE, TEXAS
PROPOSED BUDGET
FISCAL YEAR JANUARY 1, 2024 - DECEMBER 31, 2024

MARK KOBELAN
MAYOR

JOEL BENDER
MAYOR PRO-TEM
COUNCIL MEMBER, POSITION 3

MICHAEL HERMINGHAUS
COUNCIL MEMBER, POSITION 1

DALE DODDS
COUNCIL MEMBER, POSITION 2

ALIZA DUTT
COUNCIL MEMBER, POSITION 4

JONATHAN CURTH
COUNCIL MEMBER, POSITION 5

PRESENTED BY:
ROBERT PENNINGTON
CITY ADMINISTRATOR

MICHELLE YI
FINANCE DIRECTOR

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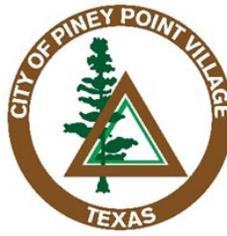
PINEY POINT VILLAGE, TEXAS

PROPOSED BUDGET

FISCAL YEAR 2024

Mayor, Mark Kobelan
Mayor Pro-Tem, Joel Bender

City Council
Michael Herminghaus
Dale Dodds
Aliza Dutt
Jonathan Curth



7676 Woodway, Suite 300
Houston, Texas 77063
Robert Pennington, City Administrator
Phone (713) 782-0271
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July 21, 2024

Honorable Mayor and Members of the City Council
City of Piney Point Village, Texas

I am pleased to present the 2024 Proposed Budget. This is the first step in preparing the final for adoption. This Proposed Budget is presented as balanced - where total expected revenues are equal to total planned spending. The current economic outlook continues to eye inflationary factors; however, signs of overall inflation are beginning to taper off with June reporting around 3% for the Nation, the lowest in two years. Recent data from the Texas Economic Development reported unemployment rate at 4.1% with Federal Reserve Bank of Dallas reporting Houston employment at 3.6%. Staff will continue to monitor economic factors that could impact the final budget for 2024. However, the City's financial position remains strong with the proposed budget including the following highlights:

- A sustainable increase in Police Services that allows for modification of the current Texas Municipal Retirement System (TMRS) plan by reinstating the updated service credits (USC) and cost of living adjustments (COLA) that were eliminated in 2009.
- An absorption of amended additions to the 2023 projected budget for fire related services.
- An expansion of fire service personnel to 53 full-time employees/firefighters.
- An increase in fire related capital replacement to support future projected cost of scheduled apparatus.
- General fund revenue will absorb over a 5% annual increase to maintain premier sanitation collection services, including fuel surcharge increase.
- The proposed supports up to a 5% increase in salary and wages for Piney Point employees.
- Street Paving improvement estimated at \$400,000.
- Additional Cost for the 96" Stormwater Replacement on S. Piney Point Road.
- Other undesignated programs at \$765,000 that may be used to support capital improvements or expanded recurring operations that would benefit residents and further defined in the final 2024 Adopted Budget.

Thankfully, our Council's established practice of responsible budgeting has allowed for these proposed improvements. I look forward to the Council's direction on finalizing an adopted budget in September.

Respectfully submitted,

Robert Pennington
City Administrator

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PRINCIPAL CITY OFFICIALS

City Elected Officials

Mark Kobelan	Mayor
Michael Herminghaus	Council Member, Position 1
Dale Dodds	Council Member, Position 2
Joel Bender	Council Member, Position 3, Mayor Pro-Tem
Aliza Dutt	Council Member, Position 4
Jonathan Curth	Council Member, Position 5

Board of Adjustment

Lawrence Chapman	Chairman
Vickie Driscoll	Member
Roland Sauermann	Member
Kevin F. Risley	Member
Michael Cooper	Member
Scott Bender	Alternate Member
John Brennan	Alternate Member
Zeb Nash	Alternate Member
Britton Holland	Alternate Member

Planning and Zoning Commission

Margaret Rohde	Chairman
Bill Burney	Member
Buck Ballas	Member
Dana Gompers	Member
Don Jones	Member
William Ogden	Member

Memorial Village Police Commission

James Huguenard	Police Commissioner
Solace Southwick	Police Commissioner
John Ebeling	Alternate Police Commissioner
Ray Schultz	Police Chief

Village Fire Commission

Zeb Nash	Fire Commissioner
Aliza Dutt	Alternate Fire Commissioner
Howard Miller	Interim Fire Chief

Appointed Officials

Robert Pennington	City Administrator
David Olson	City Attorney
John J. Klevenhagen	Municipal Court Judge

Primary Staff

Michelle Yi	Finance Director
Annette Arriaga	Director of Planning
Maria Garcia-Ruiz	Municipal Court Clerk

BUDGET INTRODUCTION

ABOUT PINEY POINT

Piney Point Village is a city in Harris County, Texas, located on the west side of Houston. The Village has a total land area of 2.1 square miles, located at 29°45'42"N 95°30'58"W. The City of Piney Point was founded in 1954 with an alderman form of government. Piney Point Village is serviced by the Memorial Village Police Department and the Village Fire Department. The city is served by the Spring Branch Independent School District. The Kinkaid School, a private K–12 school, and Pre-K–8 main campus of Saint Francis Episcopal Day School is located in Piney Point Village.

CITY HISTORY

In 1824, John D. Taylor received a land grant from Stephen F. Austin for a league centered on "pine point" at the southernmost turn of Buffalo Bayou. Taylor's house became known as Piney Point. Our research does not tell us why Taylor selected this land so distant from other settlements in the area. It may have been due to its resources of water and timber or its natural location as a stopping point between John Harris's settlement of Harrisburg and Stephen F. Austin's headquarters in San Felipe de Austin.

In 1844, the Board of Roads and Revenues of Harris County approved a public road from Houston (founded in 1836) to Piney Point and on to the county line. By 1885, Piney Point was a station on the Texas Western Railroad and was part of a settlement of largely German farmers.

In 1936, state highway maps located Piney Point near several sawmills in the area.

In 1954 Piney Point was incorporated with an alderman form of government and by 1966 had a public school and four churches.

The population rose from 1,790 in 1960 to 3,257 in 1990, to 3,380 in 2000, and dropped slightly to

3,125 in 2010. As of the 2010 census there were 3,125 people, 1,064 households and 945 families residing within the city limits. As of 2010, Piney Point Village has the highest per capita income in Texas.

BUDGET OBJECTIVES

The budget has been prepared to clearly communicate to the citizens and staff of the City the overall policies and goals of the City Council and who we are and what we do, enabling the reader to gain valuable information about the city without detailed accounting or budgetary knowledge. The budget document includes various activities and programs of the city, and comparative performance indicators for each program or activity, where available.

BUDGET PHILOSOPHY

Budget philosophy depends upon the local needs and concerns of the citizens. Other factors also affect budget philosophy, such as the state of the local economy, the needs of the organization, the demands of the public for increased services, unfunded mandates and requirements of federal and state regulatory agencies. The budget prepared by the city takes a conservative perspective regarding both revenues and expenditures. Although historical trends are very useful, current data and will sometimes take precedence over prior year trends. This means budgeting from a "conservative" perspective in that revenues are often anticipated either at or slightly above prior levels unless there are other known factors that will significantly affect anticipated revenues. In addition, expenditures are also estimated conservatively. As a result, over the years this method increases in actual fund reserves when compared to budgeted or projected fund reserves. The city does not use unreasonable projections, which could have an adverse impact on the City's reserves.

BUDGET INTRODUCTION

BASIS OF BUDGETING

Governmental Funds: The governmental fund types use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are budgeted when they are measurable and available and expenditures are budgeted in the period in which the liability is incurred, which is in accordance with Generally Accepted Accounting Principles. “Measurable” means the amount of the transaction can be determined and “available” means the collectible period. The city considers the majority of its major revenues as available when collected. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as liabilities when due. Those revenues susceptible to accrual under the modified accrual method are property taxes and other taxes, intergovernmental revenue, and interest revenue. Licenses and permits, including fines and forfeitures revenues, are not susceptible to accrual because generally they are not measurable until received in cash. The fund balance approach of governmental funds or working capital approach can be identified as current assets less current liabilities. Governmental funds budget capital outlays as expenditures, but do not budget for non-cash expenditures such as accruals for sick and vacation liabilities and depreciation.

BUDGET PROCEDURES

The budget process begins with the analysis for its respective operations, personnel requirements, and capital outlay. This financial information is to be used as a guide to complete the proposed budget. Supplemental requests for capital, new programming, growth and development or other items outside normal operating budgets are justified separately. Upon completion, the budget is refined and adjustments made. Property tax revenue is budgeted using data provided in the preliminary

or certified tax rolls received from the Appraisal District. All other revenues are budgeted with the use of comparative financial information provided by the prior year’s actual revenue, current year estimated revenue, and known factors that may affect receipt of revenue. The City Administrator then submits a balanced budget of expenditures and revenues to the City Council for review.

PROCEDURE TO AMENDING THE BUDGET

Emergency Appropriations: The Council may make emergency appropriations to meet a pressing need for public expenditure, to protect the public health, safety or welfare. Such appropriations shall be by ordinance adopted by the majority vote of the Council members at one special or regular meeting.

Transfer of Appropriations: The City Administrator may approve an amendment to the budget that transfers part or all of any unencumbered appropriation balance among programs within a department, or division. The City Council must approve any budget amendments that increase the appropriation for any fund.

BUDGET CALENDAR

FY 2024

S.B. 2, the also known as the Texas Property Tax Reform and Transparency Act of 2019, passed during the 2019 legislative session and makes significant changes to the property tax rate setting process. Most of the changes made by S.B. 2 became effective as early as January 1, 2020. If the city chooses to publish notice of the tax rate in the newspaper, the city must also provide public notice of its proposed tax rate by posting notice of the proposed tax rate, along with the information in Tax Code Sec. 26.052(e), prominently on the home page of the city’s website.

July 1 - 20	Finalize Budget Document, Write Transmittal Letter, Budget Packets Prepared, Agenda and PowerPoint Prepared
July 21	City Administrator’s Proposed Budget Filed with City Secretary. July 21 – last day for budget officer to file proposed budget with municipal clerk.
July 24	City Council Budget Workshop #1.
July 25	Chief appraiser to deliver certified appraisal roll or certified estimate of taxable value to Assessor
August 4	Submit the no-new-revenue and voter-approval tax rates to the city council.
August 28	City Council Budget Workshop #2; Including CIP programming.
September 1	Send to Memorial Examiner the “notice of tax rate hearing” and “notice of budget hearing” For Publication; Put on City’s Website.
September 6	Memorial Examiner publish the “notice of tax rate hearing” and “notice of budget hearing” For Publication
September 25	Public Hearing on the Tax Rate. Public Hearing on Proposed Budget. City Council Budget Workshop #3 (if necessary) Consider an Ordinance to Amend Current Year Budget (if necessary) Consider an Ordinance Amending the Fee Schedule for Fiscal Year (if necessary) Consider a Tax Rate for Maintenance and Operation for Budget Year 2024 Consider a Tax Rate for Debt Service for Budget Year 2024. Consider an Ordinance for the Assessment, Levy and Collection of Ad Valorem Taxes. Consider an Ordinance Adopting the Budget for Fiscal Year 2024
January 1	Beginning of Fiscal Year 2024

GENERAL FUND

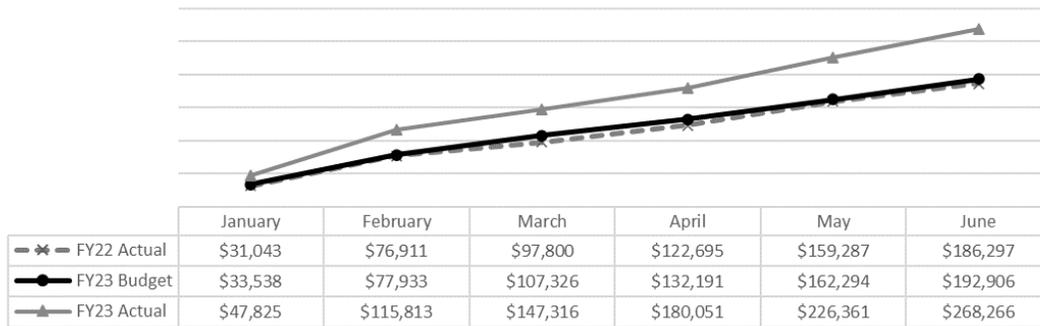
The General Fund, also known as Fund 10, provides the financing for all of Piney Point Village basic governmental services. The principal sources of revenue include property tax, sales tax, franchise fees, permits, use fees, and court fines. Expenditures are comprised of several divisions which include public services, contract services, development services, administrative services, municipal court, public works, and capital programs. Village Fire Department and Memorial Village Police Department provide the public safety services to the citizens of Piney Point Village and account for 52% of total annual resources.

FISCAL YEAR 2024 PROPOSED BUDGET

	FY 2022 YEAR END ACTUAL	FY 2023 ORIGINAL BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
Total Revenues	\$8,435,667	\$8,318,980	\$9,312,670	\$9,090,419
Total Expenditures	\$7,526,711	\$9,977,983	\$10,072,488	\$9,090,419
<i>Over/(Under) Expenditures:</i>	908,956	(1,659,002)	(759,818)	0
<i>Fund Balance - Ending:</i>	4,588,764	2,929,762	3,828,946	3,828,946

The 2023 projected revenues total \$9,312,670, which is \$993,690 or 11.9% greater than budgeted. This is largely due to improvements in permit activity and investment income. The 2024 proposed revenues total \$9,090,419, and account for increases in property value, the maintained growth in permit activity and investment income as well as decreases for non-recurring revenues. The 2024 proposed revenue is \$222,252 less than the 2023 projected revenue, and \$771,438 greater than the 2023 adopted revenue. Revenues will remain uncharacteristically high in 2023 Projected due to Special Use Permit construction activity.

- **Property Tax:** June 2023 maintenance and operating property tax is reported at \$6,543,896 and is 1.2% above the original budget projection. With essentially all collections received, the 2023 Projected is adjusted to \$6,550,875, or \$75,786 more than the original \$6,475,089 to equal current collections at the filing this budget. The 2024 Proposed includes the 2023 Projected as its base value plus a conservative 3.5% increase of \$229,281 which totals to \$6,780,156. Actual certified values, truth-in-taxation, and changes to tax rate calculations for debt service will require adjustments before final budget approval. These changes are tracked throughout the budget process.
- **Sales Tax:** Texas imposes 6.25% state sales and use tax on all retail sales, leases and rentals of most goods, as well as taxable services. As a local taxing jurisdiction, Piney Point imposes an additional 1%, and METRO also imposes 1%, for a maximum combined rate of 8.25%. The Texas Comptroller reported Piney Point sales tax collections at \$268,266 for June 2023. In addition to the total reported by the Comptroller, there are secondary collections of \$2,916 (vehicle inventory tax) for a combined total of \$271,182. The sales use portion well outpaces the budgeted projection (>39%) as well as last fiscal actuals (>43%). The year-end for sales tax collection is projected at \$103,725 more than the original budget based on this exceptional trend. The 2023 Projected is calculated to include June actuals as well as a more cautious 15% increase on the remaining monthly target trends for a total of \$485,725. The 2024 Proposed is the same at \$485,725. The following chart illustrates the cumulative performance in collections:



- Permits and Inspections:** Municipal planning permits are essential for regulation of land use with the intent of achieving the desired community planning outcome. Piney Point recently approved three special use zoning permits to SBISD, Saint Frances, and The Kinkaid School that allow these properties to be used in a council approved manner that varies from the normally accepted use in the residential zone (R1). Plat reviews regulate adjustments of subdivision plat records. The city continues to see high-end residential redevelopment on existing lots. Midyear, \$478,928 in Permits & Inspection Fees (10-4207) were collected, doubling from June 2022 report of \$237,372. The remaining months of 2022 recorded an additional \$557,927. Prior years showed limited activity in the second half of these fiscal years, clearly marking the bubble of SUP activity. For the 2023 Projected, an average of \$380,000 was calculated for the remaining fiscal year collection activity for a total of \$858,928. The 2024 Proposed is less at \$550,000. Staff will continue to monitor 2024 projections as the planned phase of Kinkaid's Upper School may increase fee revenues. However, St. Francis construction is anticipated to be finalized before year end, and MDE fees are current. Plat Reviews (10-4203) at \$9,750, Contractor Registration (10-4205) at \$10,650, and Board of Adjustment fees (10-4208) at \$1,250, all remain unchanged for 2023 and 2024. Drainage Reviews (10-4206) reported at \$33,900 in is likely to collect additional fees, projecting \$50,000 for 2023 and for 2024. After thorough review, 2023 Projected total \$930,578 and 2024 Proposed total less at \$622,150.
- Court Revenue:** Court revenue through June is \$72,133, 82% of the budget and \$27,031 more than last year. Court fines total \$66,345 and the remaining \$5,788 is primarily restricted for special use such as court security and technology. The court operates both in-person and virtual by zoom. The city collected \$111,183 for year-end 2022. Current trends show a 60% improvement in fine/fee collections for 2023 and is likely to continue. Both 2023 Projected and 2024 Proposed are adjusted to total \$135,000.
- Investment Income:** Interest income is at historical highs due to rate changes by the Federal Reserve. Midyear investment income is reported at \$194,023. The following months will see some use of cash reserves, but conservative trends target at least \$30,000 per month. The current outlook suggests that these rates will remain through the near future, possibly increasing by some degree with continued signals from the Fed as it moderates inflationary factors. Both 2023 Projected and 2024 Proposed are adjusted to total \$374,000.
- Agencies & Alarms:** Alarm Registration for June 2023 is \$24,650, with collections due in January. Both 2023 Projected and 2024 Proposed are adjusted to total \$25,000. Annual alarm registrations prove to be beneficial in maintaining up-to-date emergency information for individual properties.
- Franchise Revenue:** Midyear franchise taxes are reported at \$181,394. Cable Franchise (10-4602) is reported at \$42,577 with the expectancy of two additional quarterly proceeds for a total of \$85,153. Power/Electric Franchise (10-4605) to total of \$272,419. The Gas Franchise (10-4606) budget remains unchanged at \$25,000 as the annual payment is received at the end of the year and collections are subject to volatile market rates. The Telephone Franchise (10-4607) should include two additional quarterly proceeds to total \$3,515. The Wireless Franchise (10-4608) has variable proceeds awarded to the city and the average collection over the past three years is approximately \$1,800. Both 2023 Projected and 2024 Proposed are adjusted lower than the 2023 Budget by \$44,113 to total \$387,887. Lower collections are attributed to the "franchise fee elimination bill" that passed by the Legislature in 2019. The legislation eliminated over millions annually in municipal right-of-way fees from cable and telecom providers.

- **Contributions, Donations, & Non-Operating Revenue:** The majority of category funds are from contributions, intergovernmental, and reimbursements.
 - **Contributions:** The Kinkaid School pledged discretionary payments in lieu of real estate taxes relating to Kinkaid’s property. Kinkaid promised two equal installments of \$65,500 with the first paid after receiving building permits related to the Lower School / Administration facilities, the second paid in early 2023. Both installments have been obtained with the first reported in fiscal year 2022. In addition, an annual payment of at least \$95,000 for the Memorial Village Police Department and the Memorial Village Fire Department services. The 2023 pledge was received and booked in October of 2022. Assuming the early timing of payments, the 2023 Projected and 2024 Proposed include the annual receipts.
 - **Intergovernmental:** Metro Transit funds are historically received in October each year totaling \$136,000,
 - **Reimbursement/Other:** Ambulance reimbursement has returned to participating villages at an annual expectancy of \$48,000. This is standard practice that was held during the reconstruction of the Village Fire Station. Other forms of reimbursement or non-operating income includes forfeitures in temporary certificates of occupancy (TCO), which two TCO payments are currently realized as non-operating revenue. Also, proceeds from the opioid settlement as well as CIP drainage cost share accounted for in 2023.

The 2023 projected expenditures total \$10,072,488, which \$3,109,176 is related to nonrecurring capital improvements, with a projected use of \$759,818 in retained cash. The 2024 proposed expenditures total \$9,090,419 and is a balanced budget and confirms that the city can manage current services with the annual financial resources available meeting the initial objective of this budget process. Note that this budget allocates \$1,515,000 in new capital programming without additional resources. Council and Staff will finalize this budget and ultimately adopt using a portion of retained resources toward nonrecurring programming without significant impact to held reserves.

Public Services

The budget categorizes general fund operations into several divisions with a majority of resources supporting the Public Service Division. This division includes police, fire, and sanitation. Public Services totals \$5,321,562, a \$421,165 (8.6%) increase over the 2023 Projected and \$513,020 (10.7%) increase over the original 2023 budget. This significant increase is specified under police and fire services.

- **Police Services:** The Memorial Village Police Department (MVPD) has a 2023 projected budget of \$2,349,185 as Piney Point Village contribution for police services, a \$63,484 or 2.6% decrease over the original \$2,412,669. This decrease is due to reimbursement in Fiscal Year 2022 audited surplus. The total surplus was \$190,456 and the portion of City of Piney Point Village is \$63,485. The 2024 Proposed Budget is \$2,622,267, representing a \$209,598 (8.7%) increase over the original 2023 budget allocation and a \$273,081 (11.6%) increase over the 2023 Projected.

	Proposed 2024 Budget	
	MVPD Total	PPV Share
Maintenance & Operations	\$7,577,100	\$2,525,700
Vehicle Replacement	\$140,000	\$46,667
Capital	\$149,700	\$49,900
Total:	\$7,866,800	\$2,622,267

- **MVPD Maintenance & Operations:** The Piney Point share cost of personnel and benefits is \$2,155,537 and includes the adjustments to TMRS contributions. The budget allows for modification of the current Texas Municipal Retirement System (TMRS) plan by reinstating the updated service credits (USC) and cost of living adjustments (COLA) that were eliminated in 2009. In addition, MVPD budget includes an increase in the base salary of 3% (1% STEP + 2% salary increase). The Health/Dental/Vision Insurance estimate is based on an 18% increase over current

- elections with Piney Point share allocated at \$169,255. Decreases in fuel cost and building maintenance are incorporated and offset the overall increase.
- MVPD Auto Replacement: Category supports MVPD vehicle replacement plan with Piney Point share allocated at \$46,667. Historically, the Department purchases three new vehicles each fiscal year.
- MVPD Capital Outlay: In 2023, the capital plan supported the purchase of a storage container and radio system. For 2024, MVPD is requesting Piney Point allocate \$49,900 to cover maintenance and replacement of the station roof and HVAC system.
- Fire Services: The Fire Services original 2023 budget was \$1,824,868. An approved amendment in March increasing the allocation share, less carryover savings, by \$10,492, then a second amendment in April for annex roof repair increasing allocation share by an additional \$38,640, finally a third in June increasing personnel expense share by an additional \$94,768. Total amendments, less prior year carryovers, total \$143,899.

	Amended 2023 Budget	
	VFD Change	PPV Share
(A1) Ambulances (2), IT, Gear	\$49,958	\$10,491
(A2) Annex Roof	\$184,000	\$38,640
(A3) Salary Adjustment	\$451,277	\$94,768
Total:	\$685,235	\$143,899

The VFD 2023 Projected is \$1,968,767, and 7.9% greater than the 2023 Original due to the \$143,899 in amending changes detailed above. The VFD 2024 Proposed at \$2,081,832 is \$113,065 (5.7%) greater than the 2023 Projected and \$256,964 (14.1%) greater than the 2023 Original. The VFD currently has 50 full-time employees (FTEs) and is proposing to increase it to 53 FTEs. By doing so, VFD will cease supplying overtime hours to the three positions needed to adequately staff the second ambulance. The budget assumes the department will hire a permanent chief as of January 1, 2024, and will fill the vacant position created by the departure of the previous chief. The Health/Dental/Vision Insurance estimate is based on a 5% increase over current elections. Operating funds include a 113% increase to support ambulance medical supplies and IT cloud maintenance contracts. Capital Replacement funding is increased to support future projected cost of scheduled apparatus replacements. The following is the budget breakout for VFD 2024 Proposed with PPV cost share at 21%:

	Proposed 2024 Budget	
	VFD Total	PPV Share
Personnel	\$8,268,375	\$1,736,359
Operating	\$1,052,080	\$220,937
Capital Equipment	\$193,033	\$40,537
Capital Replacement	\$400,000	\$84,000
Total:	\$9,913,488	\$2,081,832

- Sanitation Collection: Services include traditional “backdoor,” twice each week for municipal solid waste, and once each week for recycling, from each residential unit. Monthly service cost for sanitation service is approximately \$44,915, with cost remaining unchanged for the first 8 months of the fiscal year. A notification of a rate change increases services by 5.41%, for a monthly cost rounded to \$47,342. Total cost for 2023 Projected is \$548,664. The 2024 Proposed is calculated on similar term and rate expectations (5.5%) for a total of \$578,520. The Contractor (GFL) may charge an additional fuel surcharge fee based on the Department of Energy (DOE) diesel prices and an increase of 3% is scheduled for September 2023 projecting \$12,881 for 2023 year-end and the rate continuing a full year through fiscal 2024 at \$17,043. Total sanitation cost is proposed at \$595,563.
- Other Public Services: Other services include Community Events at \$6,000, Street Lighting Services at \$14,400, and Library Services at \$1,500, totaling \$21,900.

Other Operating:

The budget allocates nearly a quarter of general fund allocation to support Contract Services, Development Services, Administrative, Court and Public Works. These activities are detailed below:

- **Contract Service Division:** The Contract Service Division includes Engineering, Legal, Auditing, Tax Appraisal, Mosquito Control, and other contracted services Piney Point has with other entities. A majority of the division allocates funds for engineering services (46%) and legal services (21%). Total 2024 Proposed is \$475,500, an increase of \$ 31,450 or 7.1% over the projected.
- **Development Services:** Expenditures within the division remain on target with the original budget, except for credit card transaction fees projected at \$29,000. Total 2024 Proposed is \$302,200, an increase of \$7,382 or 7.1% over the projected. However, revenues attributed to development service significantly outpace the division expenses, yet some expenses are under engineering review allocated in the Contract Service Division.
- **Administrative Services:** Expenditures within the division remain in close target of the original budget. An additional allocation for the office lease is expected in 2024 unless negotiations in late fiscal year can offset the need. Also, a change in dependent coverage did occur in 2023 but is compensated by reducing the full-time administrative assistant position to part-time. Total 2024 Proposed is \$1,122,996, \$87,950 (8.5%) increase over the projected. The Proposed supports a 5% increase in salary/wages. Any additional changes in personnel and benefits will be presented prior to budget adoption.
- **Municipal Court:** Expenditures within the division remain below original budget targets. Some modifications in court funding and operations are applauded to recent Court efficiencies. The total 2024 Proposed is \$35,510, lower than the 2023 Original Budget by \$2,740.
- **Public Works/ Maintenance:** Expenditures within the division realigned to applicable line items; However, the total 2023 Projected is equal to the original budget. Landscaping maintenance and right-of-way mowing are two line-item expenses that are managed under one maintenance contract and therefore should be allocated as one under Landscaping Services (10-560-5504). Increase Landscaping Services is programmed for the recent additional landscape improvements. Total division is proposed at \$ 317,650.

Capital and Undefined Programming:

Capital expenditures total \$1,515,000 or 17% of the current annual resources. This total is in addition to current allocated capital scheduled for the 2023 fiscal year. Many of the 2023 programs will be carried over into the new budget as they span over fiscal years. New programs include:

- Paving Improvements estimated at \$400,000.
- Additional Cost for 96" Stormwater Replacement estimated at \$350,000. Note that \$847,418 in ARPA funding is appropriated within the Capital Improvement Fund. Although the General Fund has supported emergency repair, it is likely maintaining a contingency estimated at \$89,600.
- Other undesignated programs are estimated at \$765,000 and may be used for support of recurring operations that would be defined in the 2024 Adopted Budget.

Reserves:

The city balances revenues over expenditures. The beginning fund balance is projected at \$3,828,946 with the ending balance unchanged. The city maintains \$1,893,855 as a 90-day reserve. The filed 2024 Proposed Budget holds \$1,935,092 over the 90-day reserve.

GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET

	FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
REVENUES:				
Property Taxes	6,148,263	6,475,089	6,550,875	6,780,156
Sales Taxes	410,160	382,000	485,725	485,725
Permits & Inspections	877,170	538,150	930,578	622,150
Court Revenue	111,183	88,241	135,000	135,000
Investment Income	41,616	60,000	374,000	374,000
Agencies & Alarms	26,800	23,000	25,000	25,000
Franchise Taxes	421,460	432,000	387,887	387,887
Contribution & Use Fee	160,500	183,000	160,500	95,000
Other Governmental	136,000	136,500	136,000	136,500
Donations & Other	2,346	1,000	55,105	1,000
Operating Revenues:	8,335,498	8,318,980	9,240,670	9,042,419
Other Sources	2,029	0	0	0
Ambulance	19,929	0	48,000	48,000
CIP Cost Share	78,211	0	24,000	0
Non-Operating Transfers	0	0	0	0
Non-Operating Revenues:	100,169	0	72,000	48,000
Total Revenues:	\$8,435,667	\$8,318,980	\$9,312,670	\$9,090,419
EXPENDITURES:				
Police Services	2,119,750	2,412,669	2,349,185	2,622,267
Fire Services	1,698,980	1,824,868	1,968,767	2,081,832
Sanitation Services	536,200	550,105	561,545	595,563
Other Public Services	24,118	20,900	20,900	21,900
Total Public Services:	4,379,049	4,808,542	4,900,397	5,321,562
Contract Services	509,466	447,382	444,050	475,500
Development Services	272,337	282,500	294,818	302,200
Administrative Services	940,352	1,035,882	1,035,047	1,122,996
Municipal Court	18,852	38,250	32,750	35,510
Public Works & Maintenance	228,298	256,250	256,250	317,650
Operating Expenditures:	6,348,355	6,868,807	6,963,312	7,575,419
Capital Programs	1,178,356	3,109,176	3,109,176	1,515,000
Non-Operating Expenditures:	1,178,356	3,109,176	3,109,176	1,515,000
Total Expenditures:	\$7,526,711	\$9,977,983	\$10,072,488	\$9,090,419
<i>Revenues Over Expenditures</i>	<i>908,956</i>	<i>(1,659,002)</i>	<i>(759,818)</i>	<i>0</i>
Fund Balance - Beginning	3,679,808	4,588,764	4,588,764	3,828,946
Fund Balance - Ending	\$4,588,764	\$2,929,762	\$3,828,946	\$3,828,946
Reserve Requirement (25%)		1,717,202	1,717,202	1,893,855
Excess/(Deficit)		1,212,560	2,111,745	1,935,092

**GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET**

		FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
REVENUE					
<u>Tax Collection</u>					
10-4101	Property Tax (M&O)	6,148,263	6,475,089	6,550,875	6,780,156
10-4150	Sales Tax	410,160	382,000	485,725	485,725
	Total Tax Collection:	6,558,423	6,857,089	7,036,600	7,265,881
<u>Permits & Inspections</u>					
10-4203	Plat Reviews	10,100	9,750	9,750	9,750
10-4204	Code Enforcement Citations	0	0	0	0
10-4205	Contractor Registration	11,520	10,650	10,650	10,650
10-4206	Drainage Reviews	59,750	45,000	50,000	50,000
10-4207	Permits & Inspection Fees	795,300	471,000	858,928	550,000
10-4208	Board of Adjustment Fees	500	1,750	1,250	1,750
	Total Permits & Inspections:	877,170	538,150	930,578	622,150
<u>Municipal Court</u>					
10-4300	Court Fines	103,604	85,000	126,000	126,000
10-4301	Building Security Fund	2,653	1,100	3,000	3,000
10-4302	Truancy Prevention	2,707	1,116	3,000	3,000
10-4303	Local Municipal Tech Fund	2,166	1,000	2,950	2,950
10-4304	Local Municipal Jury Fund	54	25	50	50
	Total Municipal Court:	111,183	88,241	135,000	135,000
<u>Investment Income</u>					
10-4400	Interest Revenue	41,616	60,000	374,000	374,000
	Total Investment Income:	41,616	60,000	374,000	374,000
<u>Agencies & Alarms</u>					
10-4508	SEC-Registration	26,800	23,000	25,000	25,000
	Total Agencies & Alarms:	26,800	23,000	25,000	25,000
<u>Franchise Revenue</u>					
10-4602	Cable Franchise	81,624	102,000	85,153	85,153
10-4605	Power/Electric Franchise	272,413	296,000	272,419	272,419
10-4606	Gas Franchise	60,030	25,000	25,000	25,000
10-4607	Telephone Franchise	3,675	7,000	3,515	3,515
10-4608	Wireless Franchise	3,717	2,000	1,800	1,800
	Total Franchise Revenue:	421,460	432,000	387,887	387,887
<u>Donations & In Lieu</u>					
10-4702	Kinkaid School Contribution	160,500	183,000	160,500	95,000
10-4703	Metro Congested Mitigation	136,000	136,000	136,000	136,000
10-4704	Intergovernmental Revenues	0	500	0	500
10-4705	Ambulance	19,929	0	48,000	48,000
10-4800	Misc. Income	640	500	55,105	1,000
10-4801	Donations	1,706	500	0	0
10-4802	Reimbursement Proceeds	2,029	0	0	0
10-4803	CIP Cost Share	78,211	0	24,000	0
10-4850	Transfer In	0	0	0	0
	Total Donations & In Lieu:	399,015	320,500	423,605	280,500
	TOTAL REVENUES:	8,435,667	8,318,980	9,312,670	9,090,419

**GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET**

		FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
<u>EXPENDITURES</u>					
<u>PUBLIC SERVICE DIVISION</u>					
<u>Community Events</u>					
10-510-5001	Community Celebrations	8,165	5,000	5,000	6,000
	Community Events:	8,165	5,000	5,000	6,000
<u>Police Services</u>					
10-510-5010	MVPD Operations	2,066,417	2,264,745	2,201,260	2,525,700
10-510-5011	MVPD Auto Replacement	53,333	53,333	53,333	46,667
10-510-5012	MVPD Capital Expenditure	0	94,591	94,591	49,900
	Police Services:	2,119,750	2,412,669	2,349,184	2,622,267
<u>Miscellaneous</u>					
10-510-5020	Miscellaneous	0	0	0	0
	Total Miscellaneous:	0	0	0	0
<u>Sanitation Collection</u>					
10-510-5030	Sanitation Collection	480,775	539,319	548,664	578,520
10-510-5031	Sanitation Fuel Charge	55,426	10,786	12,881	17,043
	Sanitation Collection:	536,200	550,105	561,545	595,563
<u>Library Services</u>					
10-510-5040	Spring Branch Library	1,500	1,500	1,500	1,500
	Library Services:	1,500	1,500	1,500	1,500
<u>Street Lighting Services</u>					
10-510-5050	Street Lighting	14,453	14,400	14,400	14,400
	Street Lighting Services:	14,453	14,400	14,400	14,400
<u>Fire Services</u>					
10-510-5060	Villages Fire Department	1,698,980	1,824,868	1,968,767	2,081,832
	Fire Services:	1,698,980	1,824,868	1,968,767	2,081,832
	TOTAL PUBLIC SERVICE:	4,379,049	4,808,542	4,900,396	5,321,562

GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET

		FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
<u>CONTRACT SERVICE DIVISION</u>					
10-520-5101	Grant Administration	5,250	0	0	0
10-520-5102	Accounting/Audit	20,066	25,000	19,400	25,000
10-520-5103	Engineering	219,880	210,000	210,000	220,000
10-520-5104	Legal	88,207	90,000	90,000	100,000
10-520-5105	Tax Appraisal-HCAD	56,989	58,882	60,570	63,000
10-520-5107	Animal Control	4,850	1,500	1,500	2,300
10-520-5108	IT Hardware/Software & Support	49,620	40,000	40,000	41,200
10-520-5109	Urban Forester	42,002	0	0	0
10-520-5110	Mosquito Control	22,603	22,000	22,580	24,000
TOTAL CONTRACT SERVICE DIVISION:		509,466	447,382	444,050	475,500

**GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET**

	FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
<u>BUILDING SERVICE DIVISION</u>				
<u>Building & Inspection Services</u>				
10-530-5152	Drainage Reviews	109,349	103,000	103,000
10-530-5153	Electrical Inspections	21,690	15,000	15,000
10-530-5154	Plat Reviews	0	500	500
10-530-5155	Plan Reviews	48,000	50,000	50,000
10-530-5156	Plumbing Inspections	24,975	18,000	18,000
10-530-5157	Structural Inspections	40,095	30,000	30,000
10-530-5158	Urban Forester	0	45,000	45,000
10-530-5160	Mechanical Inspections	9,360	8,500	8,500
	Building and Inspection Services:	253,469	270,000	264,500
<u>Supplies and Office Expenditures</u>				
10-530-5108	Information Technology	0	0	0
10-530-5207	Misc Supplies	0	1,000	1,000
10-530-5211	Meeting Supplies	0	350	500
10-530-5213	Office Supplies	0	900	900
10-530-5214	Telecommunications	0	0	0
10-530-5215	Travel & Training	0	250	300
	Supplies and Office Expenditures:	0	2,500	1,250
<u>Insurance</u>				
10-560-5353	Employee Insurance	0	0	0
10-530-5403	Credit Card Charges	18,868	10,000	29,068
	Insurance:	18,868	10,000	29,068
	TOTAL BUILDING SERVICE DIVISION:	272,337	282,500	294,818

GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET

	FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET	
<u>GENERAL GOVERNMENT DIVISION</u>					
<u>Administrative Expenditures</u>					
10-540-5108	Information Technology	0	20,000	20,000	22,000
10-540-5202	Auto Allowance/Mileage	9,764	7,200	7,200	7,200
10-540-5203	Bank Fees	3,537	3,000	3,000	3,000
10-540-5204	Dues/Seminars/Subscriptions	3,506	3,000	2,600	3,600
10-540-5205	Elections	0	5,000	620	3,000
10-540-5206	Legal Notices	0	3,500	3,500	3,500
10-540-5207	Miscellaneous	5,119	5,000	5,000	5,000
10-540-5208	Citizen Communication	7,339	5,000	5,000	5,000
10-540-5209	Office Equipment & Maintenance	9,918	10,000	8,000	10,000
10-540-5210	Postage	1,000	1,500	1,500	2,000
10-540-5211	Meeting Supplies	9,543	10,000	6,000	7,500
10-540-5212	Rent/Leasehold/Furniture	134,898	130,000	137,451	146,000
10-540-5213	Supplies/Storage	14,611	10,000	7,000	10,000
10-540-5214	Telecommunications	10,154	16,000	14,000	16,000
10-540-5215	Travel & Training	1,824	1,000	1,000	3,000
10-540-5216	Statutory Legal Notices	2,243	1,500	1,500	1,500
	Administrative Expenditures:	213,455	231,700	223,371	248,300
<u>Wages & Benefits</u>					
10-540-5301	Gross Wages	515,004	598,454	598,454	633,245
10-540-5302	Overtime/Severance	19,418	18,236	4,000	20,809
10-540-5303	Temporary Personnel	26,383	0	10,000	0
10-540-5306	FICA/Med/FUTA Payroll Tax Exp	40,694	47,728	47,728	50,035
10-540-5310	TMRS (City Responsibility)	42,947	59,345	59,345	62,571
10-540-5311	Payroll Process Exp-Paychex	3,242	3,000	3,000	4,000
	Wages & Benefits:	647,688	726,763	722,527	770,660
<u>Insurance</u>					
10-540-5353	Employee Insurance	69,607	62,919	77,249	88,836
10-540-5354	General Liability	8,482	10,000	8,700	10,000
10-540-5356	Workman's Compensation	0	4,000	2,000	4,000
	Insurance:	78,089	76,919	87,949	102,836
<u>Other</u>					
10-540-5403	Credit Card Charges (Adm)	1,120	500	1,200	1,200
		0	0	0	0
		0	0	0	0
	Intergovernmental:	1,120	500	1,200	1,200
	TOTAL GENERAL GOVERNMENT DIVISION:	940,352	1,035,882	1,035,047	1,122,996

**GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET**

		FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
<u>MUNICIPAL COURT DIVISION</u>					
<u>Supplies & Office Expenditures</u>					
10-550-5108	Information Technology	0	0	0	0
10-550-5204	Dues & Subscriptions	0	0	0	0
10-550-5207	Misc Supplies	0	250	250	250
10-550-5211	Meeting Supplies	0	250	250	2,000
10-550-5213	Office Supplies	0	0	0	0
10-550-5215	Travel & Training	79	250	750	1,750
	Supplies and Office Expenditures:	79	750	1,250	4,000
<u>Insurance</u>					
10-550-5353	Employee Insurance	0	0	0	0
	Insurance:	0	0	0	0
<u>Court Operations</u>					
10-550-5403	Credit Card Charges	4,808	12,000	6,500	6,510
10-550-5404	Judge/Prosecutor/Interpreter	18,823	25,000	25,000	25,000
10-550-5406	State Comptroller/OMNI/Linebar	0	0	0	0
10-550-5408	Supplies/Miscellaneous	0	0	0	0
10-550-5410	OmniBase Services of Texas	(4,858)	500	0	0
	Court Operations:	18,773	37,500	31,500	31,510
	TOTAL MUNICIPAL COURT DIVISION:	18,852	38,250	32,750	35,510

**GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET**

		FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
<u>PUBLIC WORKS MAINTENANCE DIVISION</u>					
<u>Supplies & Office Expenditures</u>					
10-560-5207	Misc Supplies	0	0	500	500
10-560-5213	Office Supplies	0	0	0	0
10-560-5215	Travel & Training	483	0	0	1,000
	Supplies and Office Expenditures:	483	0	500	1,500
<u>Insurance</u>					
10-560-5353	Employee Insurance	0	0	0	0
	Insurance:	0	0	0	0
<u>Maintenance & Repair</u>					
10-560-5501	Public Works Maintenance	1,183	0	0	0
10-560-5501	TCEQ/County Permits	1,756	2,000	1,760	1,850
10-560-5504	Landscape Services	103,011	40,000	100,000	165,000
10-560-5505	Fuel & Oil	45	750	750	1,000
10-560-5506	Right of Way Mowing	19,718	40,000	40,000	0
10-560-5507	Traffic Control	27,532	30,000	30,000	15,000
10-560-5508	Water Utilities	1,597	2,000	2,400	2,800
10-560-5509	Tree Care/Removal	24,427	15,000	15,890	16,000
10-560-5510	Drainage Maintenance	1,277	12,000	1,000	1,500
10-560-5515	Community Beautification	45,006	100,000	45,000	100,000
10-560-5516	Equipment Maintenance	2,264	2,500	2,700	3,000
10-560-5517	Street Maintenance	0	12,000	3,500	10,000
	Maintenance and Repair:	227,816	256,250	243,000	316,150
<u>Other</u>					
10-560-5600	Capital Equipment	0	0	12,750	0
	Other:	0	0	12,750	0
	TOTAL PUBLIC WORKS DIVISION:	228,298	256,250	256,250	317,650

GENERAL FUND - 10
FISCAL YEAR 2024 PROPOSED BUDGET

		FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
<u>CAPITAL OUTLAY PROGRAMS</u>					
<u>Capital Maintenance</u>					
10-570-5606	Road/Drainage Projects	15,125	0	0	0
10-570-5702	Paving Improvements	0	0	0	400,000
10-570-5806	Drainage Improvements	25,563	0	0	0
		40,688	0	0	400,000
<u>Major Capital / Maintenance Programs</u>					
10-570-5640	Surrey Oaks	0	0	0	0
10-570-5808	Wilding Lane	191,187	0	0	0
10-580-5809	96" Stormwater Replacement	387,630	1,447,000	1,447,000	350,000
10-580-5810	Tokeneke - Country Squire	807,986	384,311	384,311	0
10-580-58XX	Williamsburg	44,132	187,215	187,215	0
10-580-58XX	Bothwell Way	0	67,500	67,500	0
10-580-58XX	Windermere Outfall Project	(361,422)	304,200	304,200	0
10-580-58XX	Smithdale Landscape/Sidewalk	0	178,690	178,690	0
10-580-58XX	Greenbay Beautification	0	440,260	440,260	0
10-580-58XX	Harris Co. Signal Participation	0	100,000	100,000	0
10-580-5811	Capital Programming	68,155	0	0	765,000
		1,137,668	3,109,176	3,109,176	1,115,000
TOTAL CAPITAL OUTLAY PROGRAMS:		1,178,356	3,109,176	3,109,176	1,515,000
TOTAL EXPENDITURES:		7,526,711	9,977,983	10,072,488	9,090,419

DEBT SERVICE FUND

The Debt Service Fund, also known as the interest and sinking fund, is established by ordinance and accounts for the issuance of debt and provides for the payment of debt, including principal, and interest as payments become due. In the Debt Service Fund, an ad valorem (property) tax rate and tax levy are required to be computed and levied, which will be sufficient to produce the money to satisfy annual debt service requirements. The City of Piney Point Village has no general obligation legal debt limit other than a ceiling on the tax rate specified by the State of Texas. Under the rules of the Texas Attorney General, the City may issue general obligation debt in an amount no greater than that which can be serviced by a debt service tax rate of \$1.50 per \$100 assessed valuation, based on a 90% collection rate.

FISCAL YEAR 2024 PROPOSED BUDGET

	FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
Total Revenues	953,782	909,330	951,976	896,050
Total Expenditures	875,950	877,950	877,950	885,050
<i>Over/(Under) Expenditures:</i>	77,832	31,380	74,026	11,000
<i>Fund Balance - Ending</i>	116,995	148,375	191,021	202,021

Based on the values unchanged, the proposed budget assumes a debt service (I&S) tax rate of 3.1115 cents (\$0.031115) per \$100 assessed valuation. The adopted budget will incorporate changes to the tax rate after certified values are received and truth in taxation calculations are finalized. The following is the detail for the proposed tax rate:

Fiscal Year 2024 Proposed Tax Rate / Tax Year 2023	
Debt Service (I&S) Rate	\$0.0318950
Maintenance & Operating (M&O) Rate	\$0.2232450
Total Proposed Tax Rate	\$0.2551400

A proposed tax rate of \$0.255140 per \$100 valuation likely exceeds the no-new revenue rates on the unpublished certified rolls. Legislation has been widely overhauled limiting the methods in which local governments can raise proceeds for capital needs. Calculations as to the amount of proceeds available are dependent on the certified valuation of property. The council approves values in a separate action from the budget adoption scheduled for September 2023 that will support the obligated debt structure in the final adopted budget.

The city has two general obligation bonds, Series 2017 and Series 2015. Series 2015 issued for \$3,910,000 has a S&P AAA rating. Interest on the Series 2015 accrue from the original delivery and payable August 15 and February 15 of each year commenced August 15, 2015. Proceeds from the sale are for costs of the designing, engineering and constructing of stormwater drainage and flood control improvements. The 2017 General Obligation issued for \$3,735,000 has a S&P rating of "AAA" and stable outlook. Interest on the Series 2017 accrue from the original delivery and payable August 15 and February 15 of each year commenced February 15, 2018. Proceeds from the sale are for costs of the designing, engineering and constructing of stormwater drainage and flood control improvements.

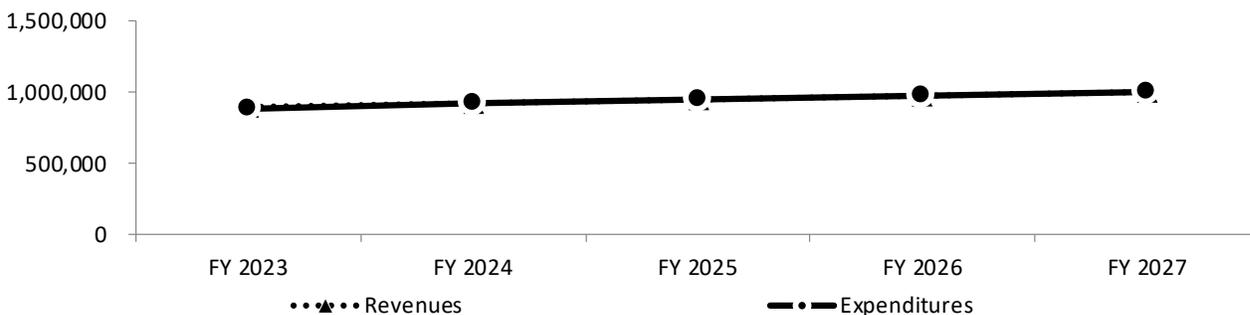
Proposed tax obligations for future years, if unadjusted, would allow debt service the capacity to support annual scheduled payments and is likely additional reserve will be maintained to further secure debt in the final adopted version of the budget.

Municipal Bonds	Principal	Interest	Total
<u>Total Obligation</u>			
Series 2015 General Obligation	850,000	20,325	870,325
Series 2017 General Obligation	1,670,000	104,000	1,774,000
	2,520,000	124,325	2,644,325
<u>Annual Obligation</u>			
Series 2015 General Obligation	420,000	14,950	434,950
Series 2017 General Obligation	400,000	46,100	446,100
	820,000	61,050	881,050

MULTI-YEAR PLAN

It is projected that the Debt Service Fund will maintain a balanced budget for fiscal years ending 2024 through 2028 with additional debt capacity. The plan consists of maintaining annual debt payment on outstanding obligations as well as the use of improved capacity detailed below. The following five-year plan and chart is provided for planning purposes only, as the budget is adopted by the Council annually, therefore the projection detailed below does not restrain future councils to this plan:

	FY 2024 PROPOSED	FY 2025 PROJECTED	FY 2026 PROJECTED	FY 2027 PROJECTED	FY 2028 PROJECTED
Property Taxes	881,050	907,482	934,706	962,747	991,630
Interest	15,000	15,000	15,000	15,000	15,000
Non-Operating / Transfers	0	0	0	0	0
Total Revenues	\$896,050	\$922,482	\$949,706	\$977,747	\$1,006,630
Series 2015 General Obligation	434,950	435,375	0	0	0
Series 2017 General Obligation	446,100	441,950	444,425	441,525	0
Future Bond Capacity	0	40,000	495,000	525,000	1,000,000
Fiscal Agent Fees	4,000	5,000	5,000	5,000	5,000
Total Expenditures	\$885,050	\$922,325	\$944,425	\$971,525	\$1,005,000



**DEBT SERVICE FUND
FISCAL YEAR 2024 PROPOSED BUDGET**

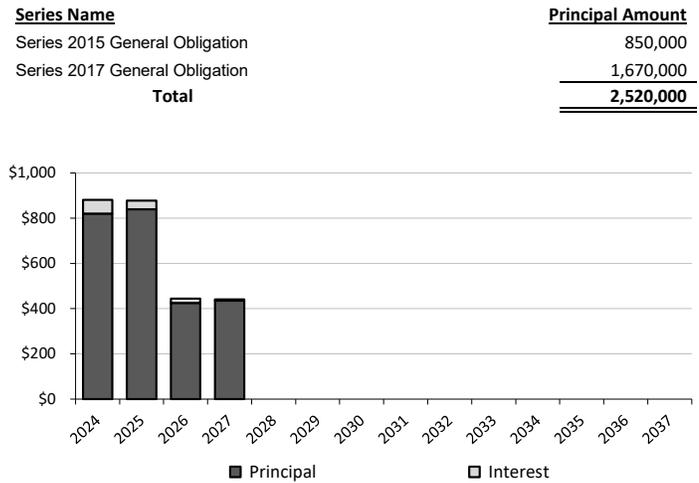
	FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
REVENUES:				
Property Taxes	886,381	899,330	905,680	881,050
Interest	67,401	10,000	46,296	15,000
Transfers and Contributions	0	0	0	0
Total Revenues:	\$953,782	\$909,330	\$951,976	\$896,050
EXPENDITURES:				
Debt Service	872,950	874,950	874,950	881,050
Fiscal Agent Fees	3,000	3,000	3,000	4,000
Total Expenditures:	\$875,950	\$877,950	\$877,950	\$885,050
Revenue Over/(Under) Expenditures	77,832	31,380	74,026	11,000
Fund Balance - Beginning	39,163	116,995	116,995	191,021
Fund Balance - Ending	\$116,995	\$148,375	\$191,021	\$202,021
Reserve Requirement (25%)		219,488	219,488	221,263
Excess/(Deficit)		(71,113)	(28,466)	(19,241)

**DEBT SERVICE FUND - DETAIL
FISCAL YEAR 2024 PROPOSED BUDGET**

		FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
Revenues					
<u>Property Taxes</u>					
20-4101	Current Taxes	886,381	899,330	905,680	881,050
	Total Property Taxes	886,381	899,330	905,680	881,050
<u>Interest</u>					
20-4400	Interest Income	67,401	10,000	46,296	15,000
	Total Interest	67,401	10,000	46,296	15,000
<u>Non-Operating</u>					
20-4410	Transfer In	0	0	0	0
	Total Non-Operating	0	0	0	0
	TOTAL REVENUES:	953,782	909,330	951,976	896,050
Expenditures					
<u>Financial Obligations</u>					
20-500-5821	Tax Bond Retirement	765,000	790,000	790,000	820,000
20-500-5820	Tax Bond Interest	107,950	84,950	84,950	61,050
20-500-5204	Fiscal Agent Fees	3,000	3,000	3,000	4,000
	Total Financial Obligations	875,950	877,950	877,950	885,050
	TOTAL EXPENDITURES:	875,950	877,950	877,950	885,050
<i>Revenue Over/(Under) Expenditures</i>		<i>77,832</i>	<i>31,380</i>	<i>74,026</i>	<i>11,000</i>

GENERAL LONG-TERM DEBT
AGGREGATE DEBT MATURITY SCHEDULE

Fiscal Year	Principal	Interest	Total
FY2024	820,000	61,050	881,050
FY2025	840,000	37,325	877,325
FY2026	425,000	19,425	444,425
FY2027	435,000	6,525	441,525
FY2028			
FY2029			
FY2030			
FY2031			
FY2032			
FY2033			
FY2034			
FY2035			
FY2036			
FY2037			
Total	2,520,000	124,325	2,644,325



Series Name	Principal Amount
Series 2015 General Obligation	850,000
Series 2017 General Obligation	1,670,000
Total	2,520,000

DISCRETE DEBT MATURITY SCHEDULES

SERIES 2015 GENERAL OBLIGATION BONDS

Fiscal Year	Principal	Interest	Total
FY2024	420,000	14,950	434,950
FY2025	430,000	5,375	435,375
FY2026			
FY2027			
FY2028			
FY2029			
FY2030			
FY2031			
FY2032			
FY2033			
FY2034			
FY2035			
FY2036			
FY2037			
Total	850,000	20,325	870,325

SERIES 2017 GENERAL OBLIGATION BONDS

Fiscal Year	Principal	Interest	Total
FY2024	400,000	46,100	446,100
FY2025	410,000	31,950	441,950
FY2026	425,000	19,425	444,425
FY2027	435,000	6,525	441,525
FY2028			
FY2029			
FY2030			
FY2031			
FY2032			
FY2033			
FY2034			
FY2035			
FY2036			
FY2037			
Total	1,670,000	104,000	1,774,000

ANNUAL ALLOCATION OF DEBT MATURITY

DATE	DESCRIPTION	AMOUNT ISSUED	AMOUNT OUTSTANDING AS OF 12/31/22		PAYMENT TOTAL	AMOUNT OUTSTANDING AS OF 12/31/23
			PRINCIPAL	INTEREST		
2/15/2024	Series 2015 General Obligation	3,910,000	420,000	9,575	429,575	
8/15/2024				5,375	5,375	
	Fiscal Year Total		850,000	14,950	434,950	430,000
2/15/2024	Series 2017 General Obligation	3,735,000	400,000	27,050	427,050	
8/15/2024				19,050	19,050	
	Fiscal Year Total		1,670,000	46,100	446,100	1,270,000
	TOTAL	7,645,000	2,520,000	61,050	881,050	1,700,000

SPECIAL REVENUE FUND

According to GASB 54, special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term “proceeds of specific revenue sources” establishes that one or more specific restricted or committed revenue source is the foundation for a special revenue fund.

The Special Revenue Fund restricts court-related collections. The following are restricted for special and purposes:

- **Court Security**: Restricted collections from a portion of a non-ordinance violation ticket fee reserved for the security of the Municipal Court. This Funding may be used only to finance security personnel for a municipal court, or to finance items when used for the purpose of providing security services for buildings housing a municipal court.
- **Court Technology**: A governing body of a municipality may create a municipal court technology fund, and require a defendant convicted of an offense to pay a technology fee as a cost of court. A fund designated as such may be used only to finance the purchase of or to maintain technological enhancements for a municipal court. This approved technology includes computer systems, computer networks, and computer software.
- **Safety Fund**: A governing body of a municipality may regulate and assess fines for vehicle violations allowed under the Transportation Code. These fees may be expended to enhance public safety and security.

FISCAL YEAR 2024 PROPOSED BUDGET

	FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
Total Revenues	4,142	0	4,050	4,050
Total Expenditures	0	0	0	0
<i>Over/(Under) Expenditures:</i>	<i>4,142</i>	<i>0</i>	<i>4,050</i>	<i>4,050</i>
<i>Fund Balance - Ending</i>	<i>77,733</i>	<i>77,733</i>	<i>81,783</i>	<i>85,833</i>

The 2023 projected revenues total \$4,050, which is \$92 less than 2022 actual. Collections are based on specific established violations and the final verdict assessed by the Court; therefore, collection activity can range substantially from established projections. However, for budgeting purposes the 2024 Proposed is equal to the 2023 Projected at \$4,050. Ending fund balance for December 31, 2024 is \$85,833.

CAPITAL PROJECT FUND

The Capital Projects fund is a governmental fund that is used for tracking the financial resources expended to acquire or construct major capital assets that are legally restricted and contractually required for the acquisition of capital assets.

The Coronavirus State and Local Fiscal Recovery Funds (SLFRF) authorized by the American Rescue Plan Act (ARPA), delivered \$847,418 to Piney Point Village to support recovery from the COVID-19 public health emergency. This resource will finance the South Piney Point Road 96-inch drainage outfall. The project includes the removal of an existing 96-inch corrugated metal storm sewer pipe that conveys stormwater to Buffalo Bayou, and replacing with a new, 9-foot by 9-foot reinforced concrete box storm sewer to the same outfall location along South Piney Point Road. The City has executed the contract and construction kick-off was established on May 10, 2023.

FISCAL YEAR 2024 PROPOSED BUDGET

	FY 2022 YEAR END ACTUAL	FY 2023 AMENDED BUDGET	FY 2023 YEAR END PROJECTED	FY 2024 PROPOSED BUDGET
Total Revenues	428,374	0	0	0
Total Expenditures	0	0	847,418	0
<i>Over/(Under) Expenditures:</i>	428,374	0	(847,418)	0
<i>Fund Balance - Ending</i>	847,418	847,418	0	0

The 2023 projected revenues total \$0, as funding was received in fiscal years 2021 and 2022 and secured within the fund's balance. The projected 2023 expenditures are \$847,418 which will utilize all ARPA funding by year end 2023, as scheduled. However, it is likely that a carryover will be executed if funding continues into 2024, with ending fund balance for December 31, 2024 remaining at \$0. Additions in General Fund allocations will support the emergency repair, contingencies, and the construction delta related to the South Piney Point Road 96-inch CMP replacement.



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