CITY OF
TYLER
FY 2016-2017
ANNUAL
BUDGET
FOSTERING INNOVATION
FOR THE FUTURE

Total Budget

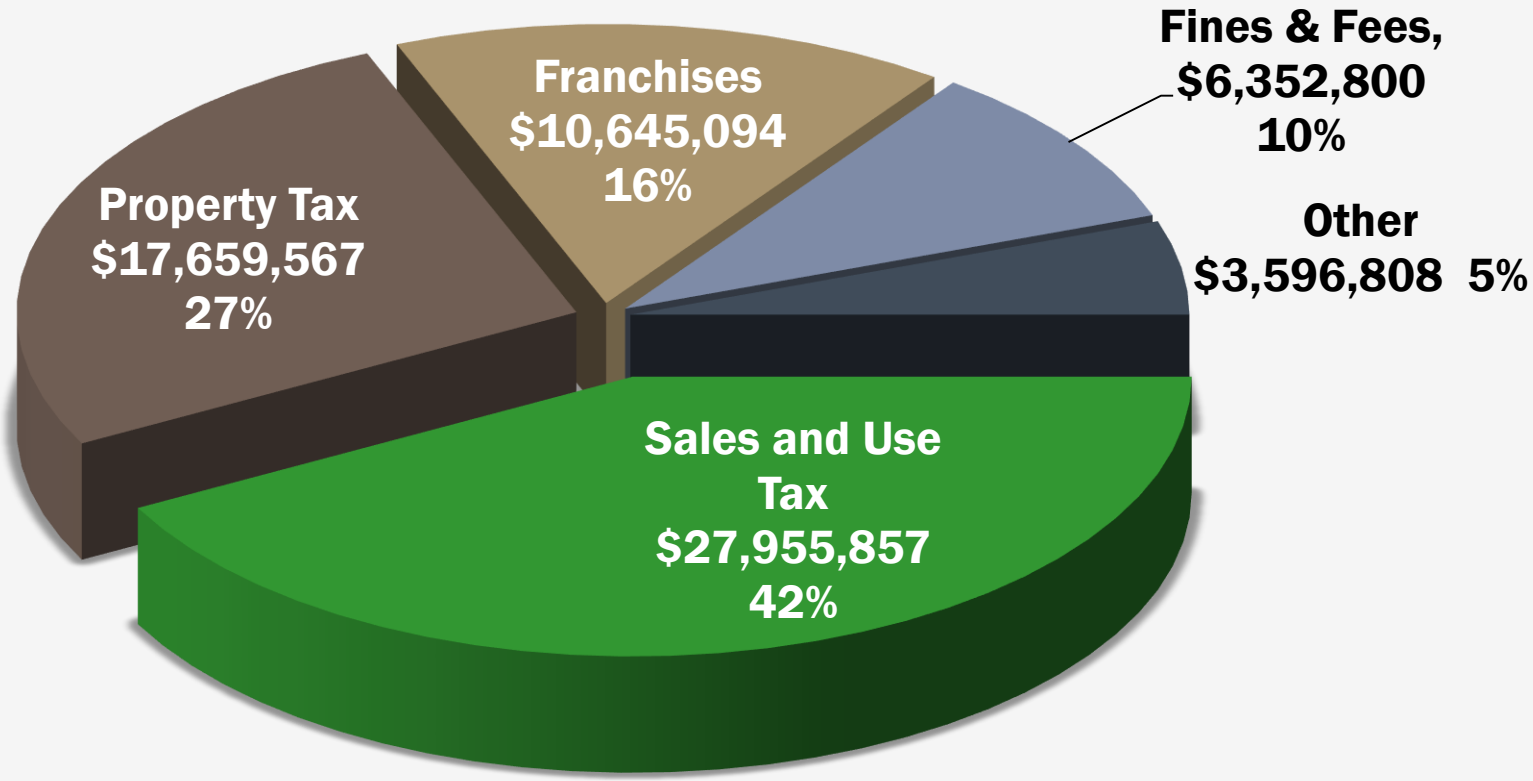
- Total Budget excluding Internal Service Funds, Transfers, and One Half Cent Fund - $138,526,493
- Total One Half Cent Fund - $8,215,044
- Total: $146,741,537

FY2016-17 Proposed Budget

General Fund

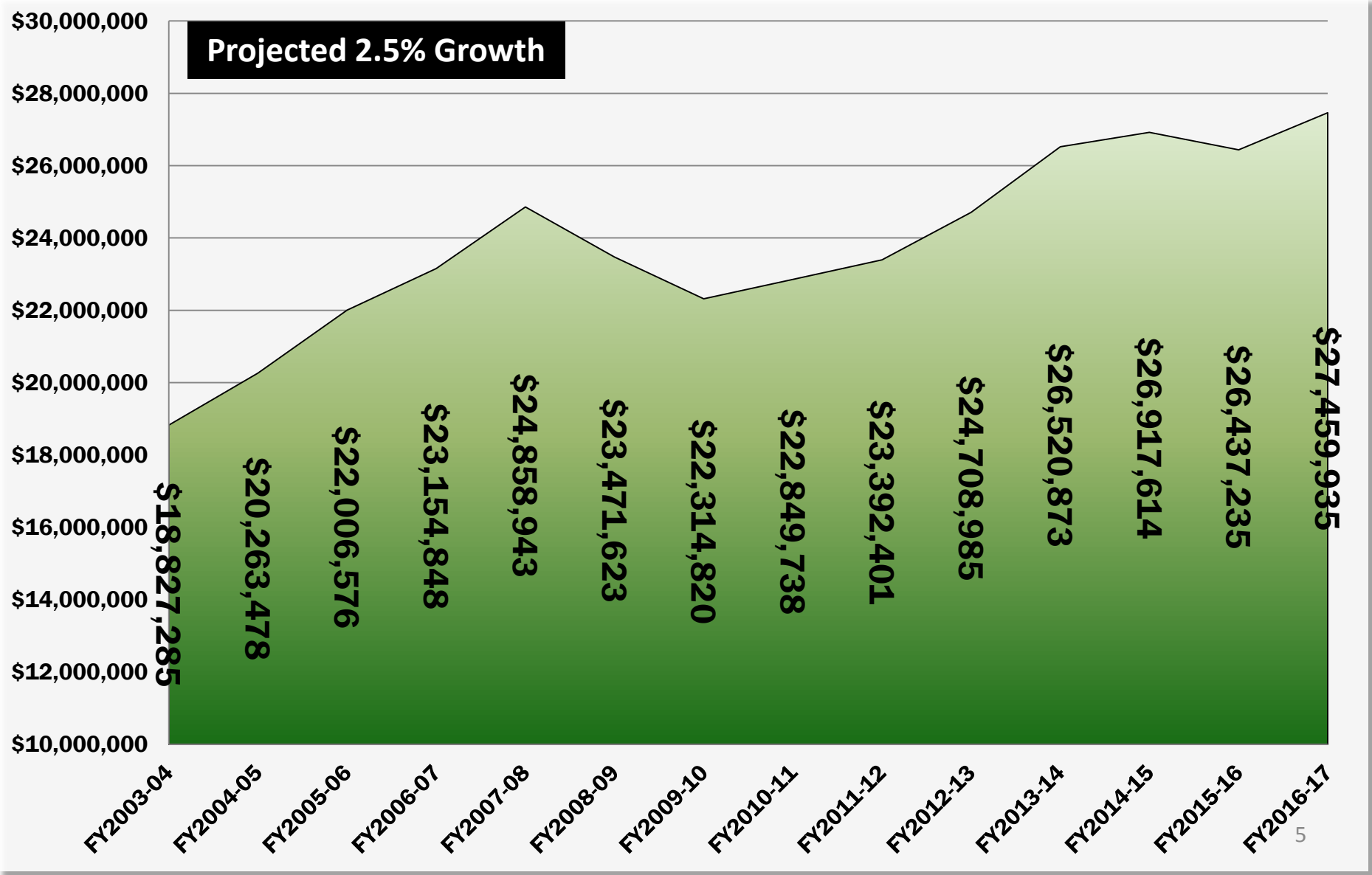
General Fund Revenue Highlights

Overall, a 0.04% increase in proposed revenues $27,611



Still Funded Predominantly by 1% Sales Tax

Sales Tax Collections

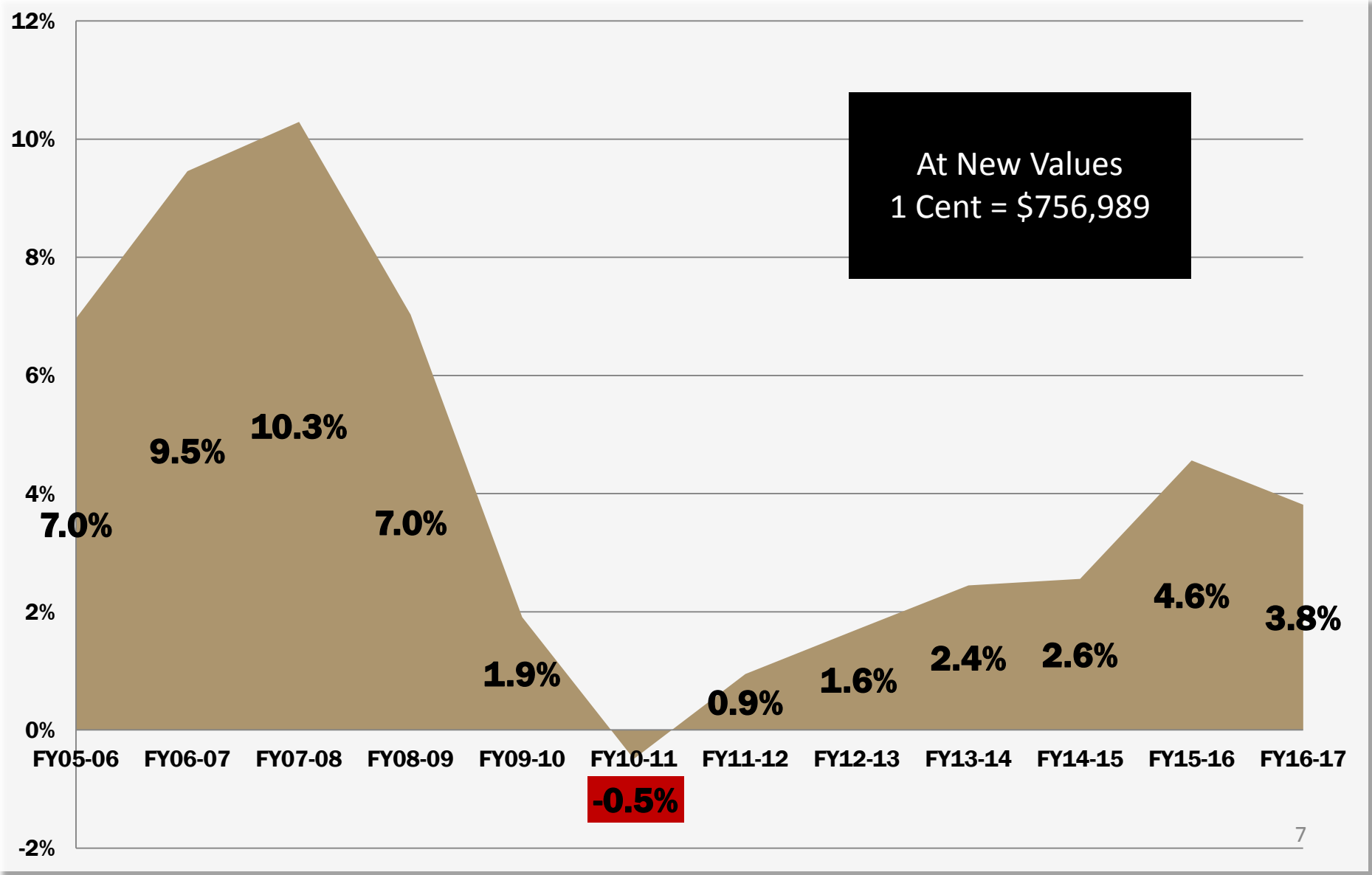


Sales Tax Collections - Breakdown

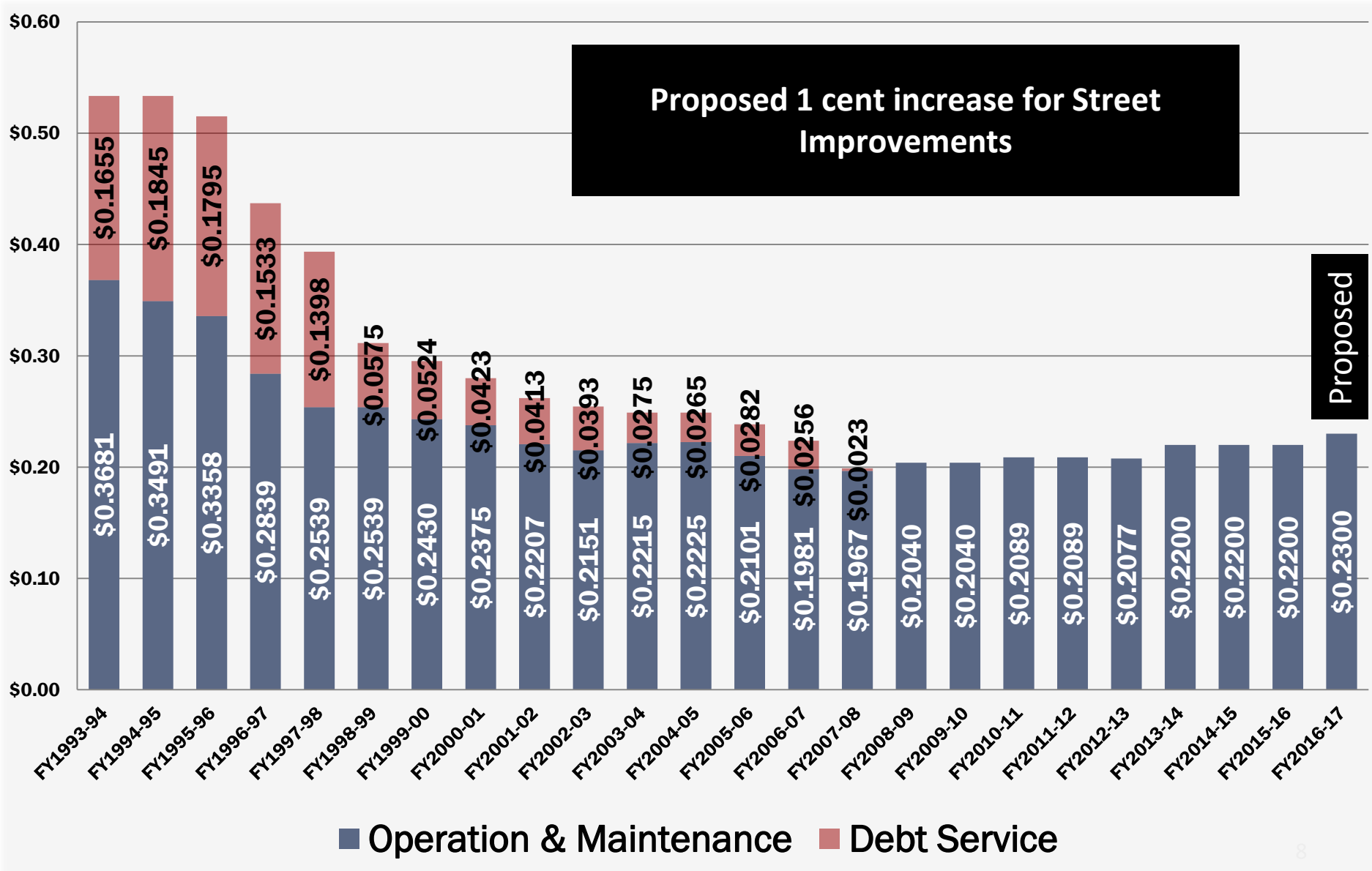
- **Down -1.77% year to date compared to same period last fiscal year**

- **$1,609,875 below budget year to date**
  - **Ag/Mining/Manufacturing: -43%**
  - **Service: -3.78%**
  - **Wholesalers: +3.22%**
  - **Retail: -0.19% (Over 50% of sales tax base)**
  - **Miscellaneous: +1.92%**
  - **Food and Accommodations: +4.82%**

Percent *Change* in Taxable Values

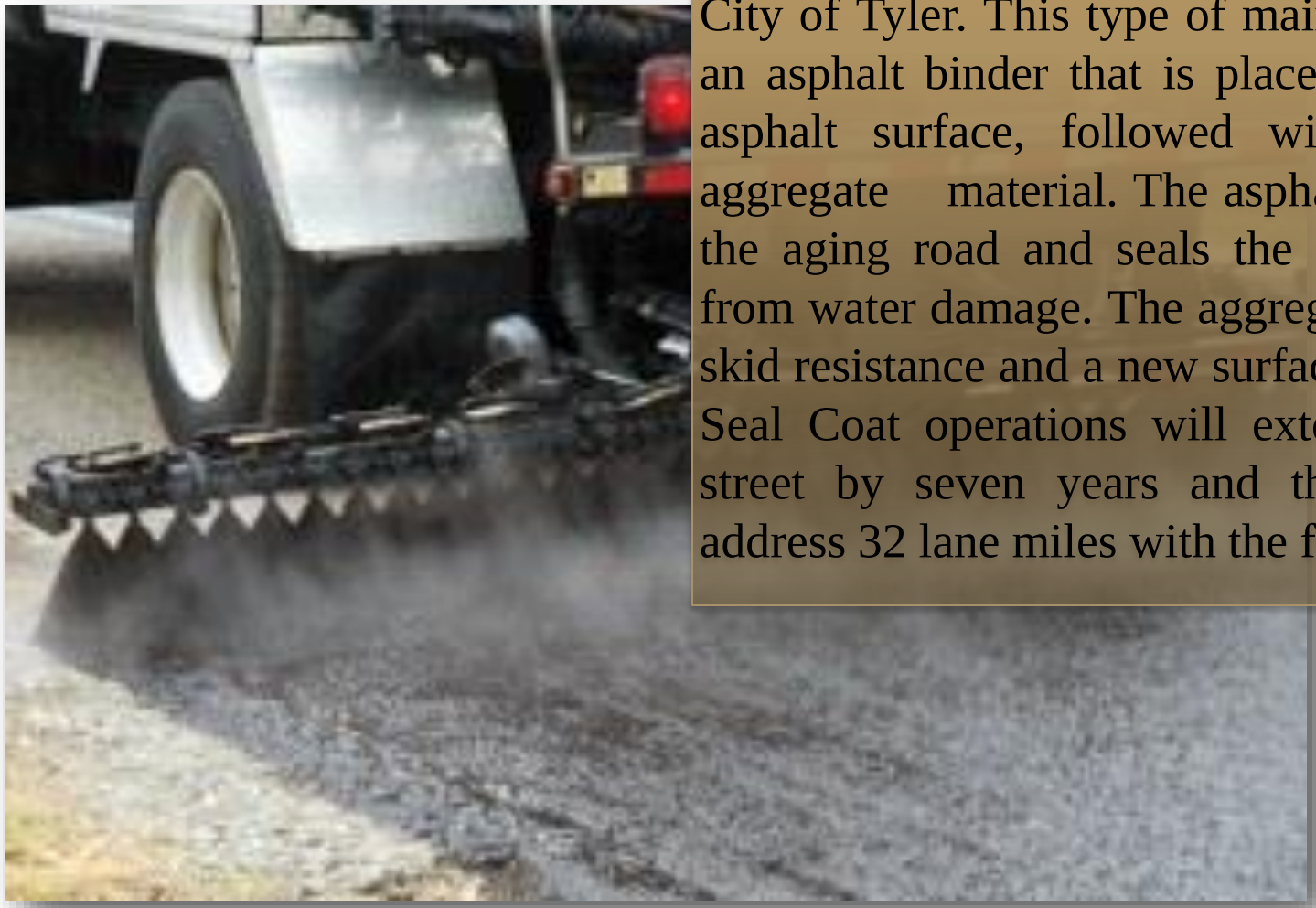


Tyler's Historical Tax Rate



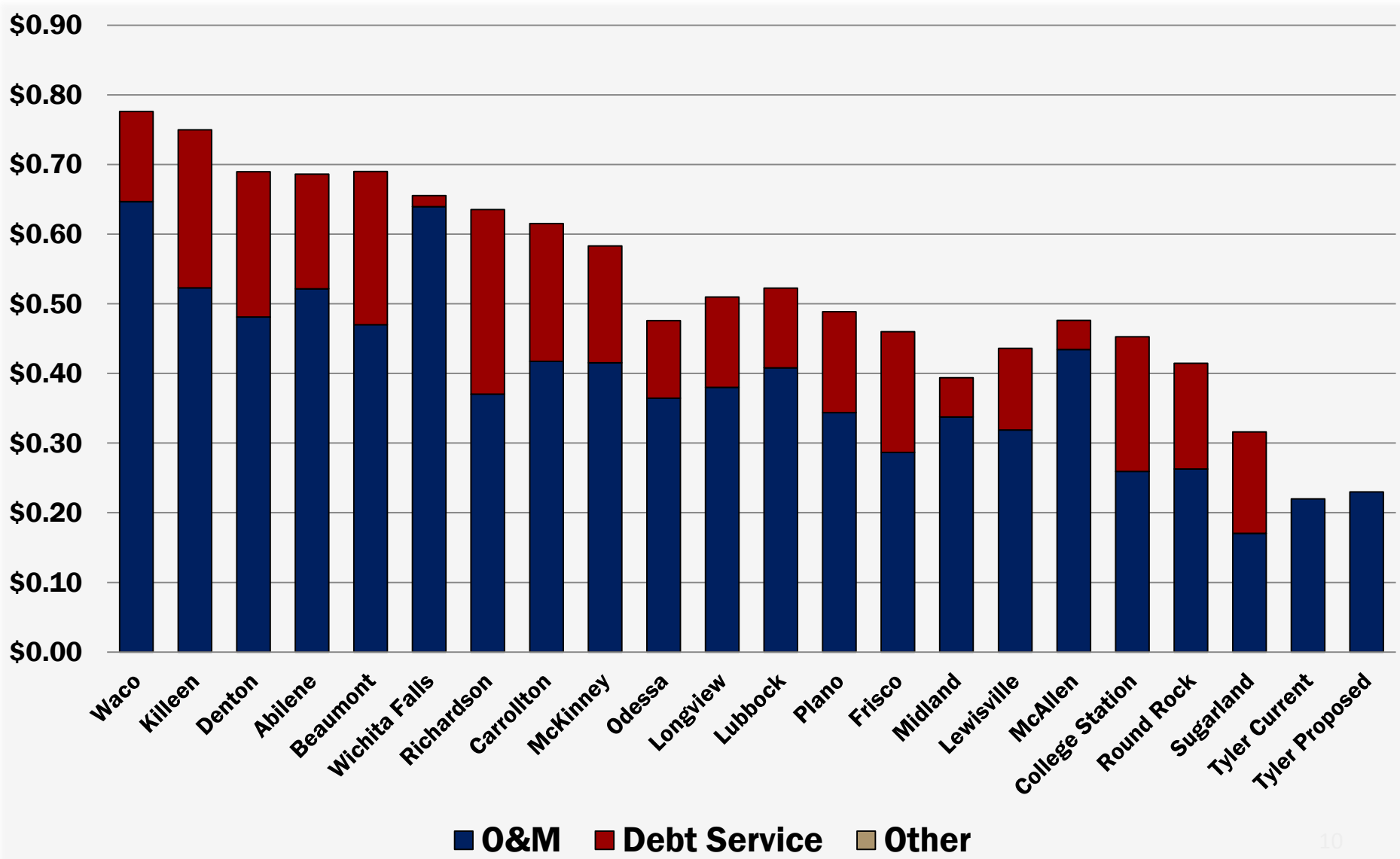
1 Cent Increase for Street Improvements

Seal Coat for PCI from 65 to 85

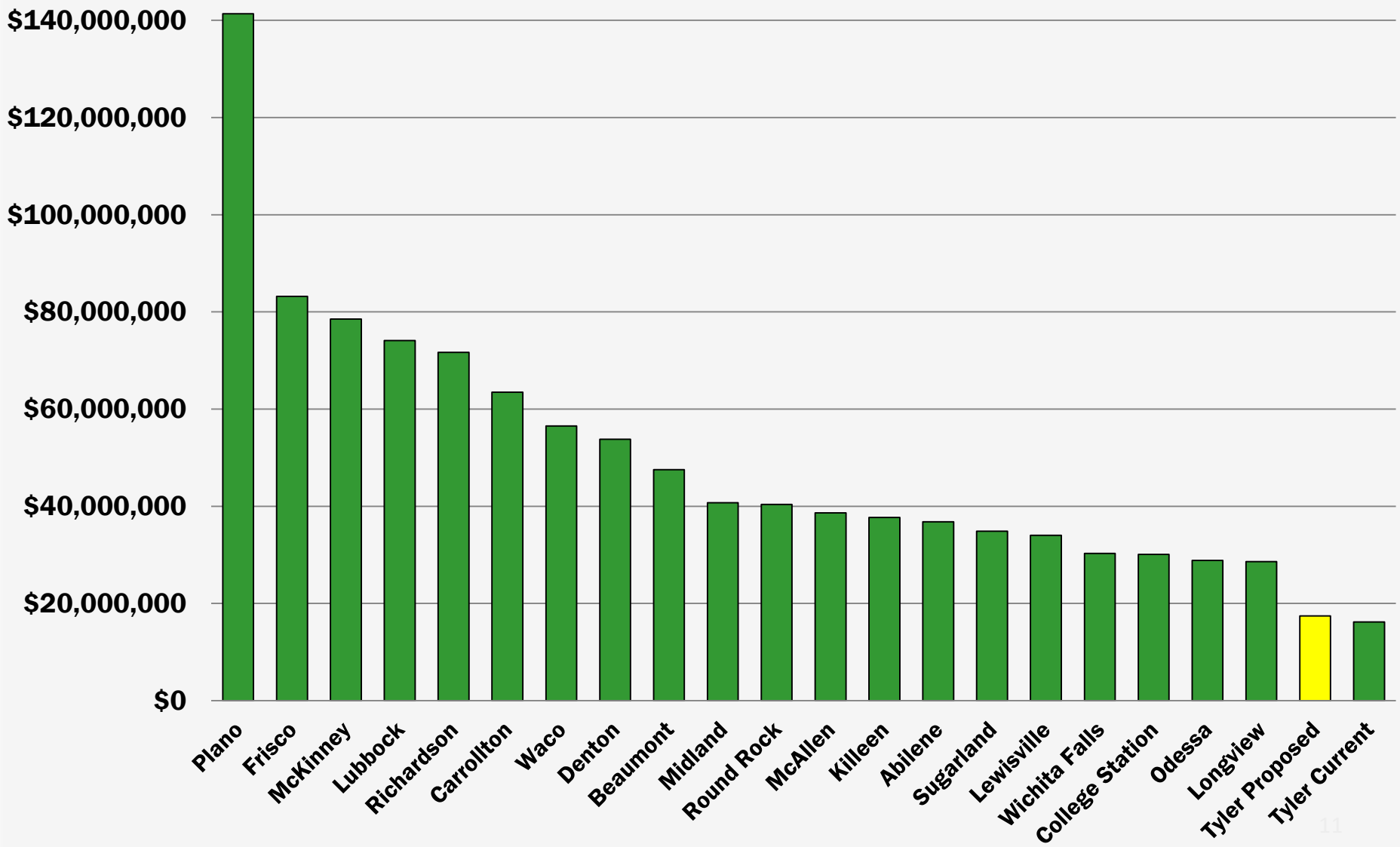


Seal Coat operations are contracted out by the City of Tyler. This type of maintenance includes an asphalt binder that is placed on the existing asphalt surface, followed with placement of aggregate material. The asphalt binder restores the aging road and seals the asphalt pavement from water damage. The aggregate helps provide skid resistance and a new surface to the roadway. Seal Coat operations will extend the life of a street by seven years and the City plans to address 32 lane miles with the funds.

FY2015-16 Tax Rate Comparison – O&M vs Debt

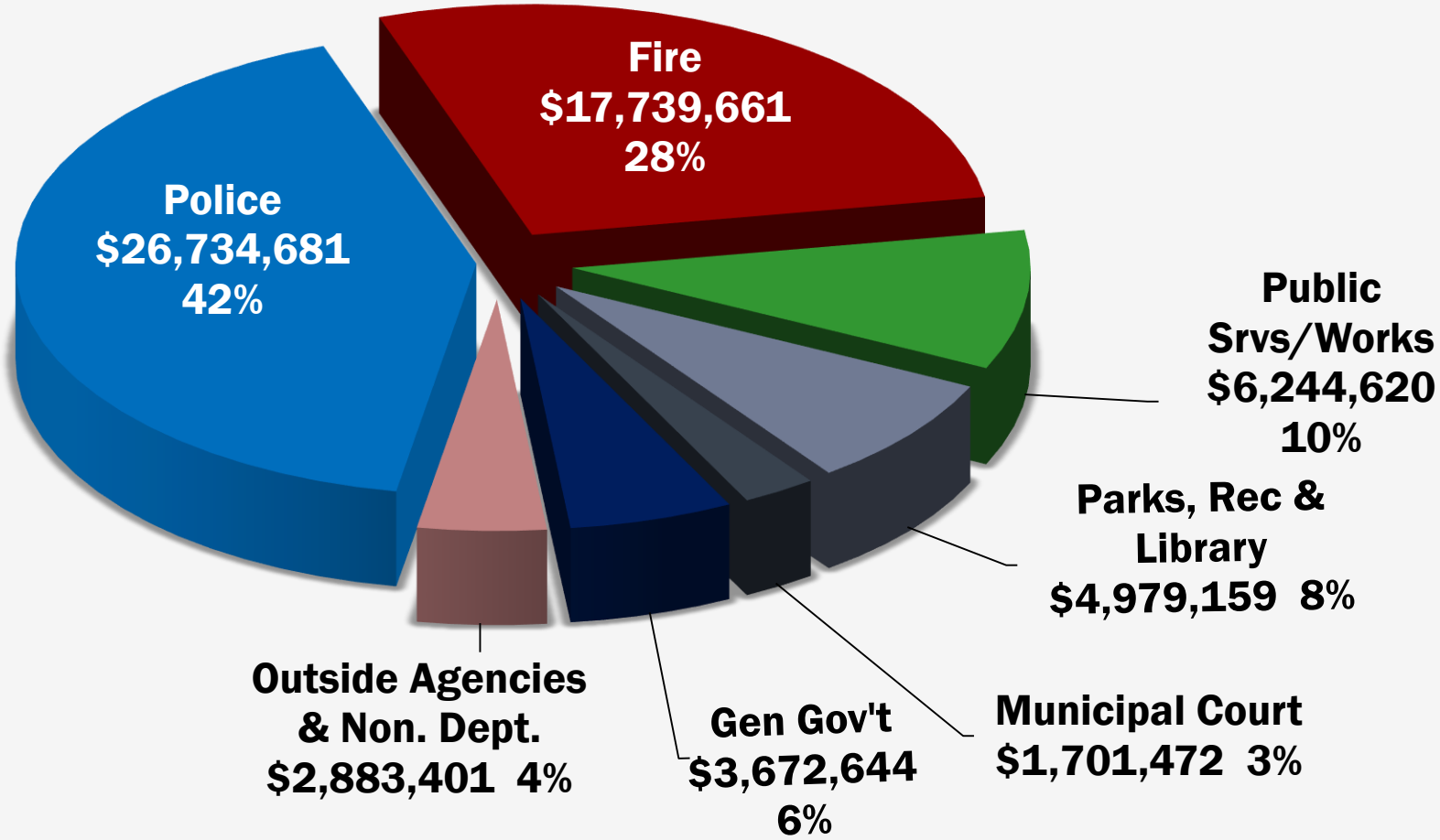


FY2015-16 Tax Levy Comparison



General Fund Expenditures

Overall, a -0.64% reduction in proposed expenditures ($410,245)



Balancing the Budget

- **Delay of some planned Fleet purchases - $1,061,670**
- **Delay of some Information Technology purchases - $207,634**
- **Reduced Technology Administration Transfer - $56,587**
- **Continued reduction of payments to Property & Casualty fund- $100,000**
- **Eliminated transfer to Development Services Fund - $50,000**
- **No available funds to transfer additional dollars to General Capital Projects Fund**

General Capital Projects (Detailed)

- **Library**
  - **Roof Repairs- $45,000**

- **Public Safety**
  - **71 WatchGuard Digital Cameras (1st of 3 year lease) - $139,703**

- **Parks**
  - **Children's Park Match- $25,400**

FY2016-17 Proposed Budget

Other Funds
(Highlights)

Utilities

- **Rate Adjustments:**
- **5 percent increase on water rates**
- **$1.50 base rate increase and $.54 volumetric rate increase on sewer rates**

- **Average customer that uses @ 10,000 gallons will see an increase of $8.40 per month**

Utilities

Rate Increase History

	Water Rate Increase	Sewer Rate Increase
FY 2006	0%	0%
FY 2007	7%	7%
FY 2008	0%	0%
FY 2009	6%	6%
FY 2010	6%	6%
FY 2011	6%	6%
FY 2012	0%	0%
FY 2013	2%	7%
FY 2014	0%	5%
FY 2015	5%	5%
FY 2016*	$0.58	$0.58

* Base Rate Increase Only

Utilities

Impact to Residential Customers*

Minimum Charges (2 thousand gallons)

	Current	2017
Water	10.63	11.16
Sewer	12.77	14.27
Water Service	0.23	0.23
Water Quality	0.33	0.33
Storm Water Regulatory Compliance	1.40	1.53
Water Franchise Fee	1.27	1.38
Total	**26.63**	**28.89**
		$ 2.26
		8.48%

Consumption of 5000 gallons

	Current	2017
Water	19.90	20.88
Sewer	19.16	22.28
Water Service	0.23	0.23
Water Quality	0.33	0.33
Storm Water Regulatory Compliance	2.34	2.59
Water Franchise Fee	2.10	2.32
Total	**44.06**	**48.63**
		$ 4.56
		10.36%

Consumption of 10,000 gallons

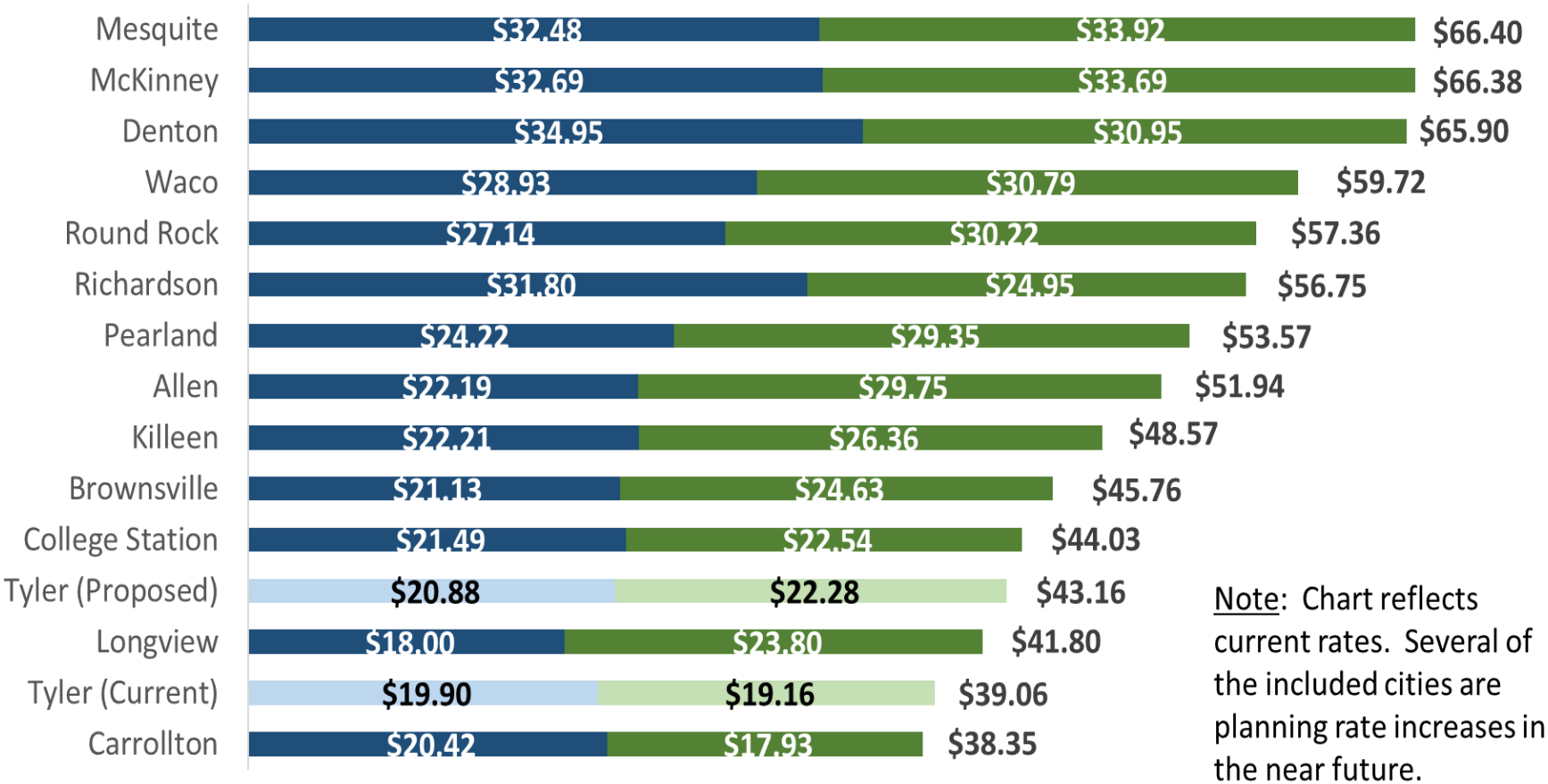
	Current	2017
Water	35.35	37.08
Sewer	29.81	35.63
Water Service	0.23	0.23
Water Quality	0.33	0.33
Storm Water Regulatory Compliance	3.91	4.36
Water Franchise Fee	3.48	3.88
Total	**73.11**	**81.51**
		$ 8.40
		11.49%

***Includes Storm-water and Franchise Fee.**

Residential Monthly Utility Bill

(Rate excludes storm water fee, franchise fee water quality fee, and water service fee)

Regional Bill Comparison for 5,000 Gallon Water and Sewer Usage

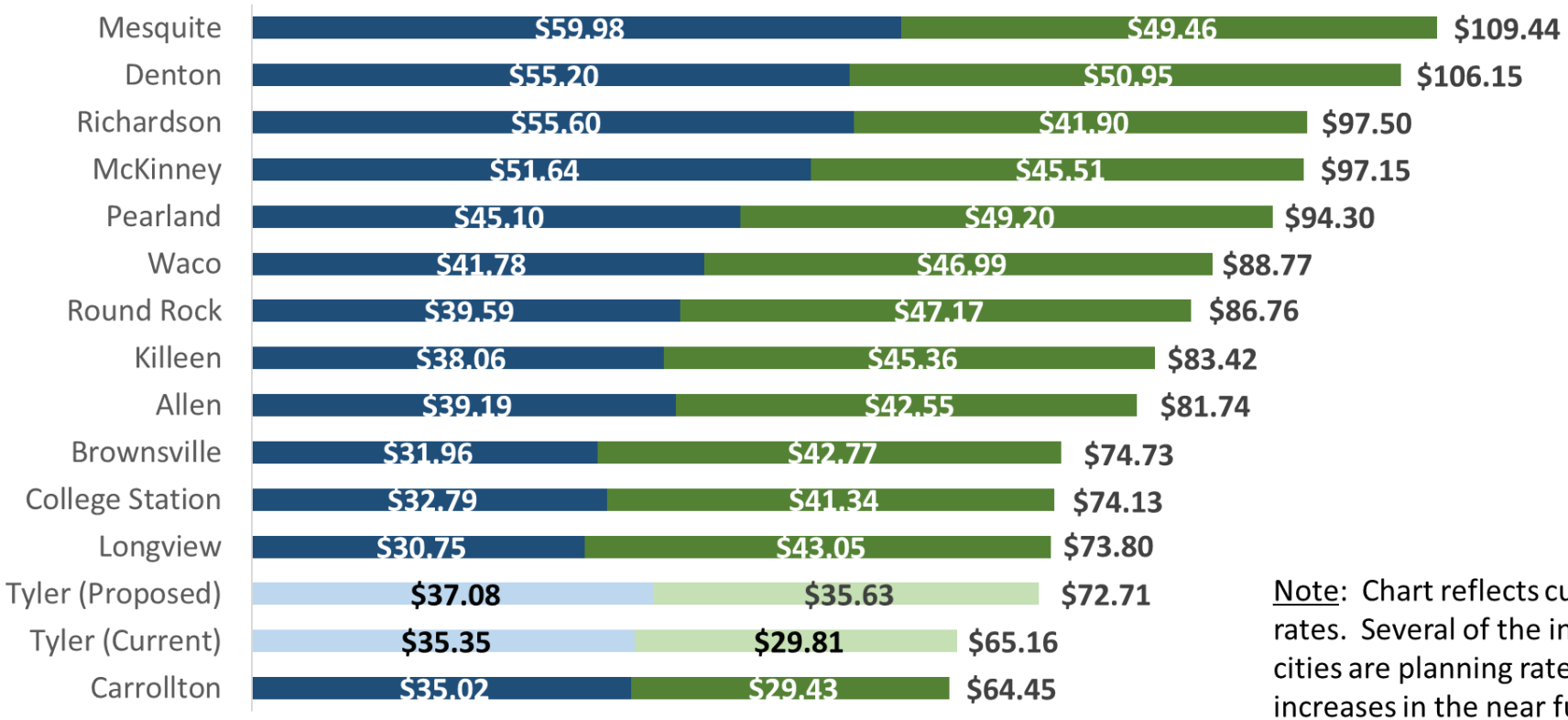


Note: Chart reflects current rates. Several of the included cities are planning rate increases in the near future.

Residential Monthly Utility Bill

(Rate excludes storm water fee, franchise fee water quality fee, and water service fee)

Regional Bill Comparison for 10,000 Gallon Water and Sewer Usage



Note: Chart reflects current rates. Several of the included cities are planning rate increases in the near future.

Utilities

- **Authorization for 4 new positions:**

  Water Distribution – 2 employees
  (hydrant flushing program) - $134,262 (with equipment)

  Waste Water Collection – 2 employees
  (waste water collection maintenance) – $69,848

Utilities Capital Improvements "Non-debt funded projects"

Water

- Cumberland GST – Exterior Painting; $267,478
- Retaining Wall Repair Near Dam; $ 225,000
- Utility Repairs / Replacements in Conjunction With the Asphalt Overlay Program; $ 150,000
- Raw Water Pump Station VFD Drive Cell Replacement; $ 65,000
- Emergency Water Repairs; $ 150,000
- Total; $ 857,478

Waste Water (Sewer)

- Grande Lift Station and Sewer Line; $ 497,600
- Waste Water Treatment Plant Grit Removal; $ 400,000
- Rehabilitation of Various Creek Crossings; $ 75,000
- Emergency Sewer Repairs; $ 150,000
- Southside Waste Water Treatment Plant – Belt Press Facility; $ 820,000
- Total; $ 1,942,600

Storm Water

- Lake Street Structure Replacement; $ 300,000
- Miscellaneous Improvements; $ 75,000
- Total; $ 375,000

Solid Waste

- **No rate increases**
- **Code Enforcement Officer $40,935 (Including Benefits)**
- **Four temp positions converted to full-time (No additional Fur**
  - **One Welder Position**
  - **Two Recycle Laborers**
  - **One Account Specialist**

Airport

- **Replace Interior wall paint and replace carpets in FAA Offices - $15,000**

Cemetery / HOT & Tourism/Visitor Facilities

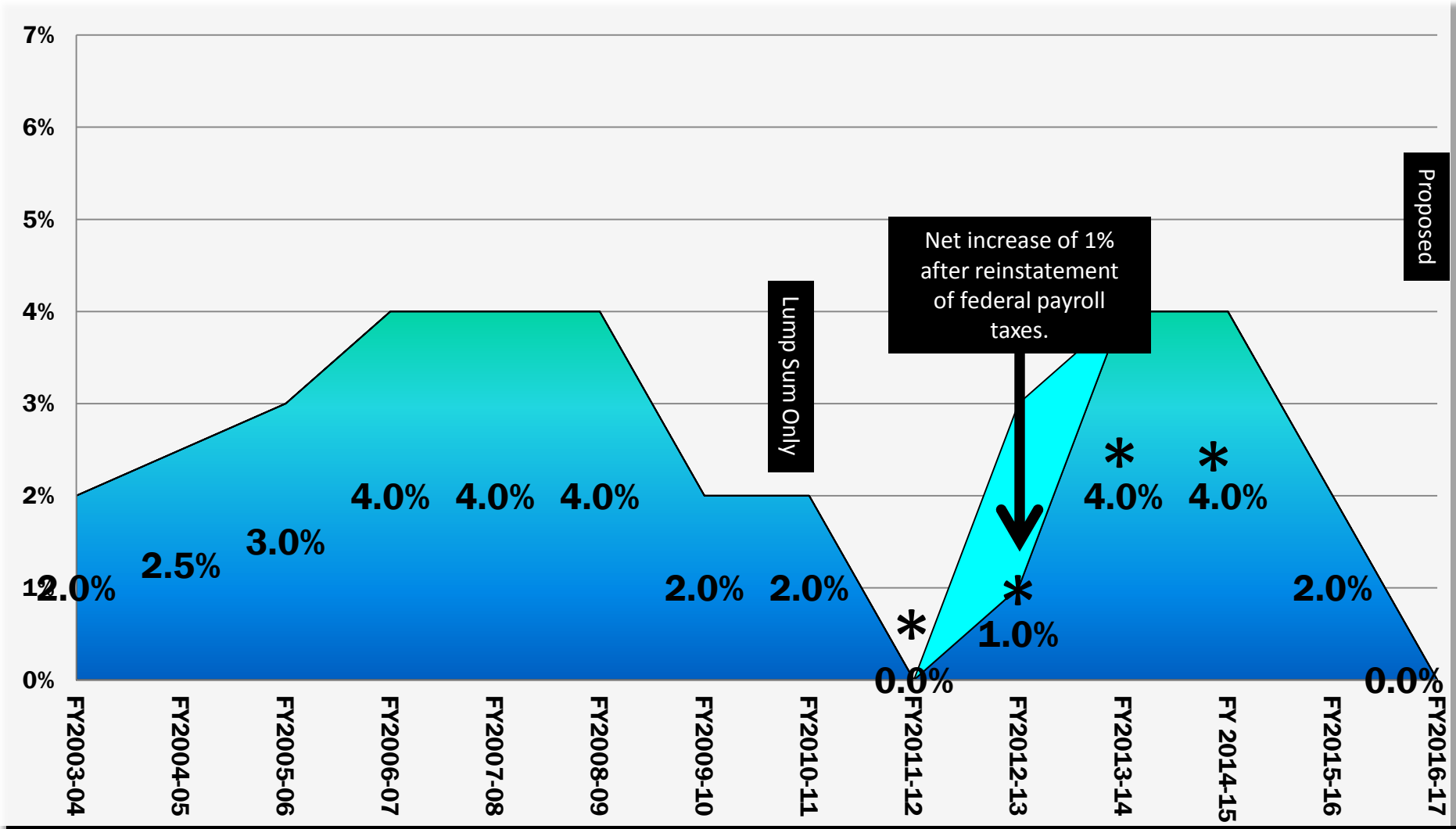
- **Cemetery**
  - **Revenues**
    - **Opening/Closing Administrative Fee - $25,000**
    - **Columbarium for Rose Hill - $72,000**
  - **Expenses**
    - **Columbarium for Rose Hill - $20,000**

- **Tourism**
  - **Repaint Harvey Hall 1 - $7,000**
  - **Replace blinds in Harvey Hall 1 - $15,000**
  - **Replace restroom partitions in Harvey North Foyer - $11,000**
  - **Replacement of tables and chairs in Harvey - $15,000**
  - **Roof repairs for the Goodman Museum - $11,000**
  - **Continuation of Rose Garden Improvements - $455,969**
  - **Stewart Park - $300,000**
  - **Rose Complex Master Plan - $150,000**

FY2016-17 Proposed Budget

Personnel
(All Funds)

Historical Pay for Performance Adjustments - Max



*Increases to employee share of healthcare premiums and caps on City's contribution for over 65 retirees implemented.

Pay/Benefit Adjustments – All Funds

- **Pay Adjustments – No Increase Programmed**
  - **Civil Service – 0%**
  - **Civilian Productivity Pay – 0 %**
  - **Implementation of Living Wage Pay**
    - **Full Implementation**

Pay/Benefit Adjustments – All Funds

- **Benefit Adjustments - beginning January 1st**

- **The City of Tyler solicited bids for benefits administration**
  - **Final Contracts are still being negotiated**
  - **City Expects to see significant discounts based on the proposals – (@ $900,000)**

- **Fund balance is projected to be $101,622 by the end of the current fiscal year**
  - **Based on expense City's fund balance should be @ $2.2 million dollars**
  - **Considering the estimated discount savings the fund balance is short 1.3 million dollars (adjustments to premiums must be made)**

Budget Calendar

- Fiscal Alignment Reviews – January thru April
- Submittal & review of departmental budget requests – May/June
- Compilation of Proposed Budget – July
- Initial Budget Presentation – July 27th
- Public Hearing – August 24th
- Public Hearing – August 31st - Special Called Meeting
- Adoption – September 14th

CITY OF TYLER

A Natural Beauty

FY2016-17 Proposed Budget

Setting the Standard for Performance Excellence in Local Government