



**FY 2016-2017
ANNUAL
BUDGET**

**FOSTERING INNOVATION
FOR THE FUTURE**



A Natural Beauty

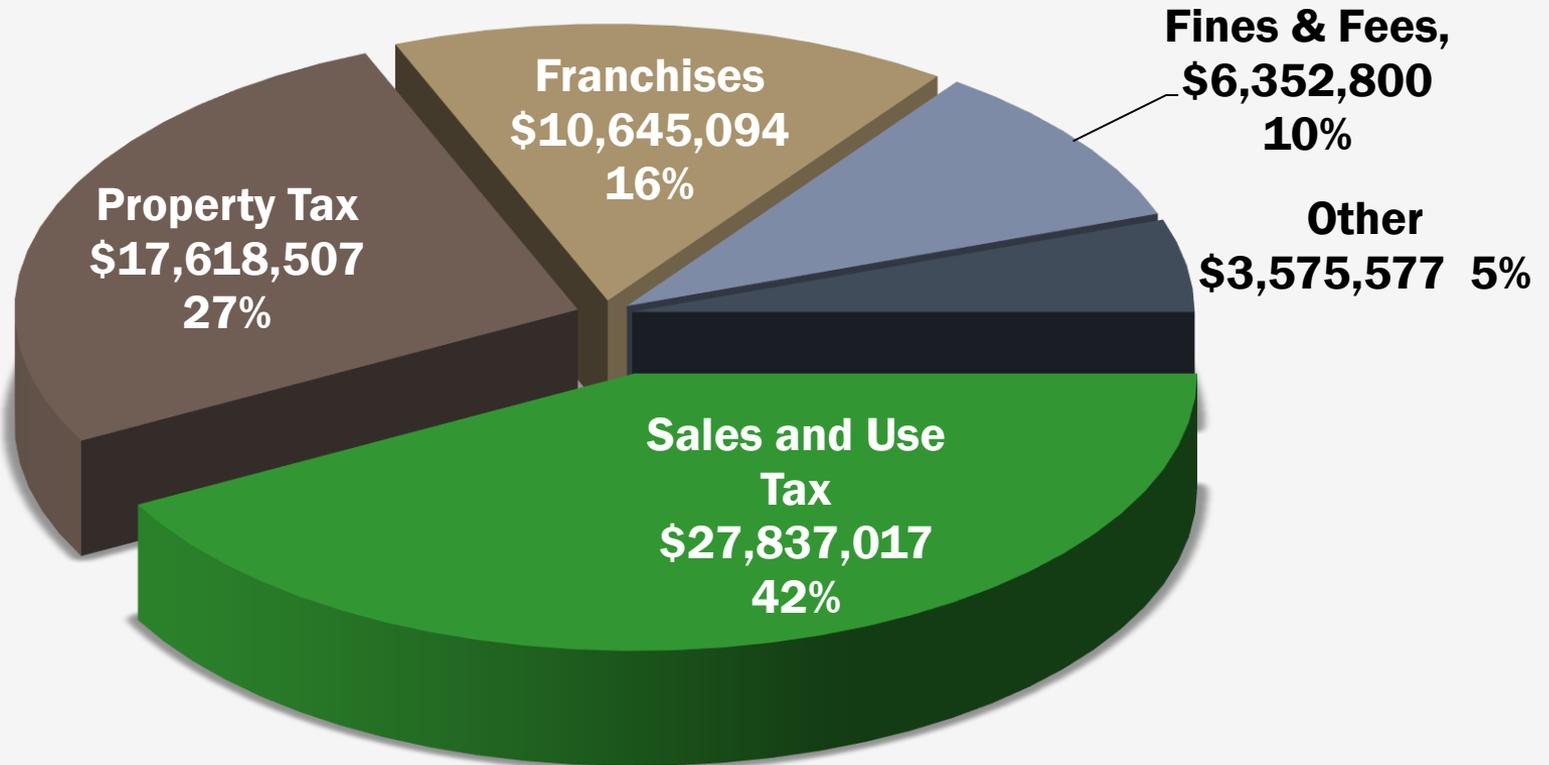


FY2016-17 Proposed Budget

General Fund

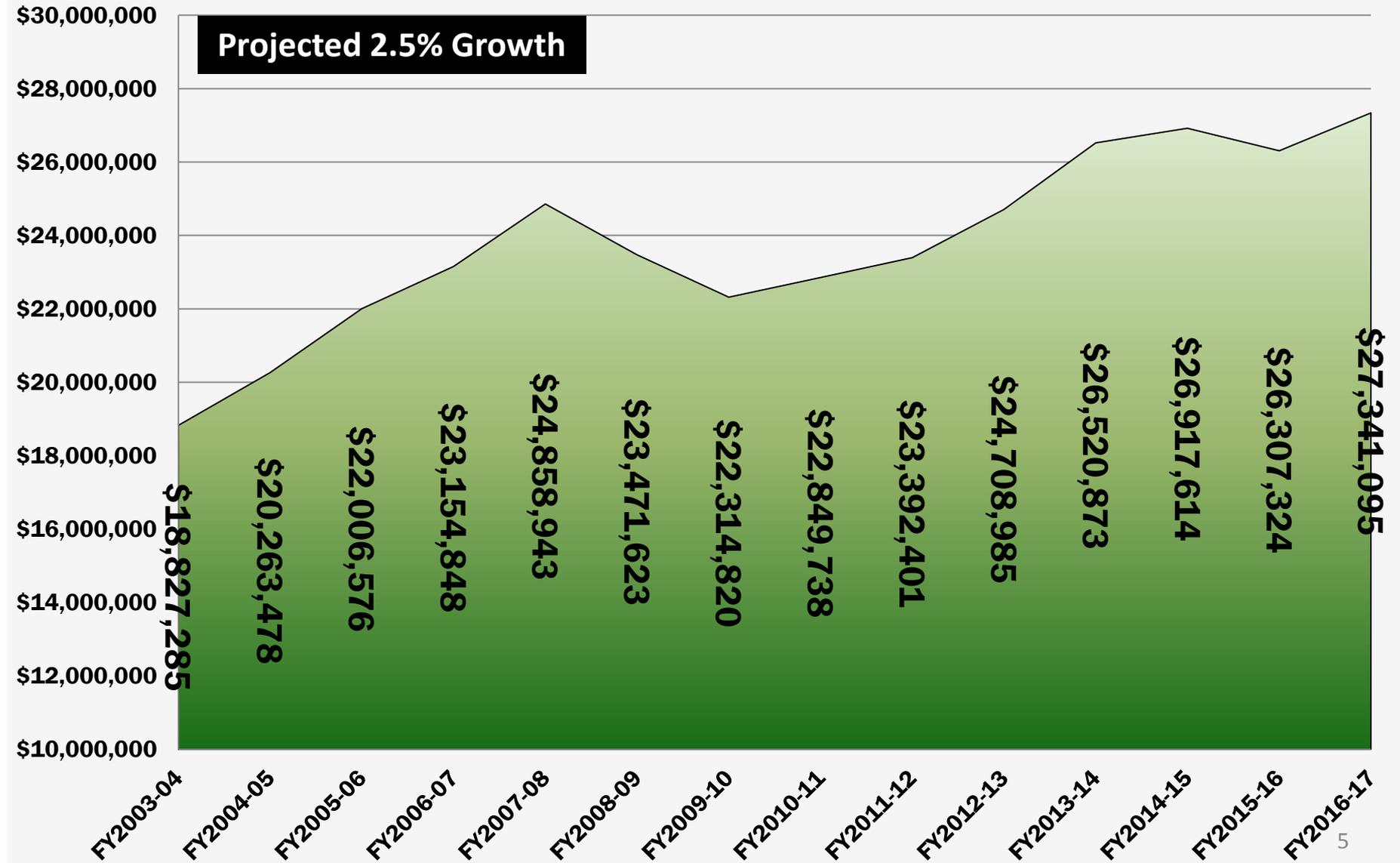
General Fund Revenue Highlights

Overall, a -0.23% reduction in proposed revenues (\$153,220)



Still Funded Predominantly by 1% Sales Tax

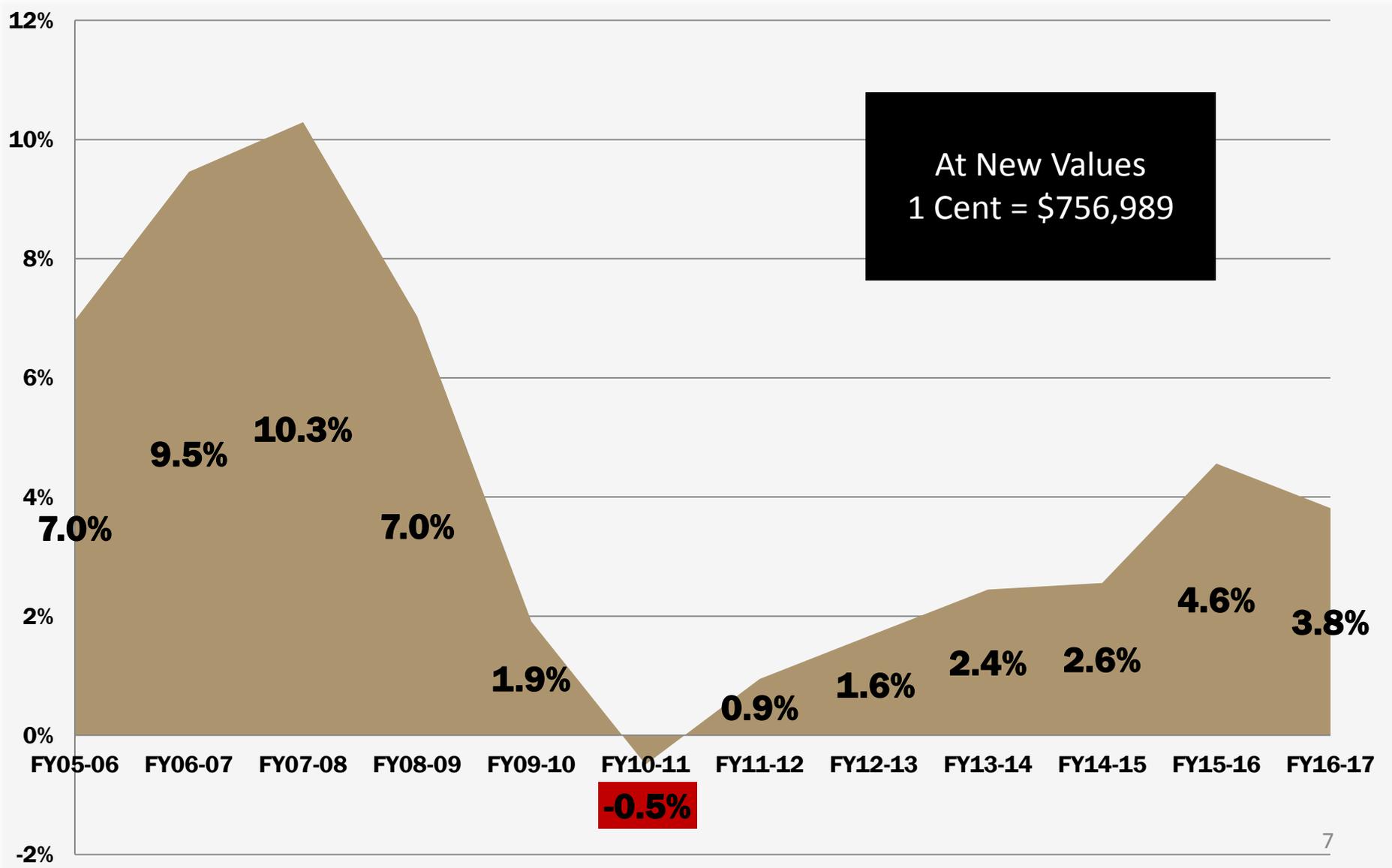
Sales Tax Collections



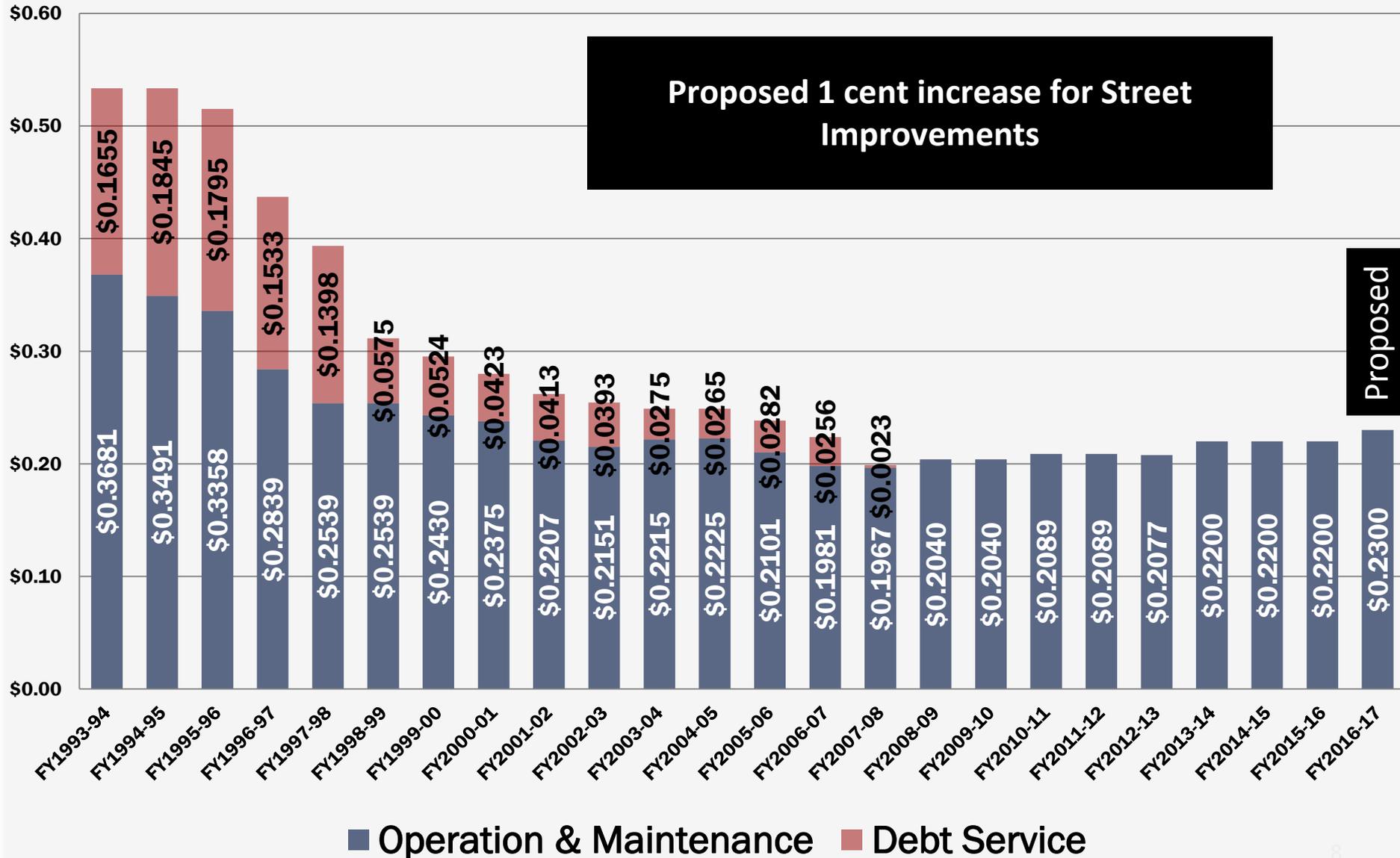
Sales Tax Collections - Breakdown

- **Down -2.32%** year to date compared to same period last fiscal year
- **\$1,573,440** below budget year to date
 - **Ag/Mining/Manufacturing: -45%**
 - **Service: -3.47%**
 - **Wholesalers: +3.64%**
 - **Retail: +0.17%** (Over 50% of sales tax base)
 - **Miscellaneous: +3.09%**
 - **Food and Accommodations: +4.90%**

Percent Change in Taxable Values

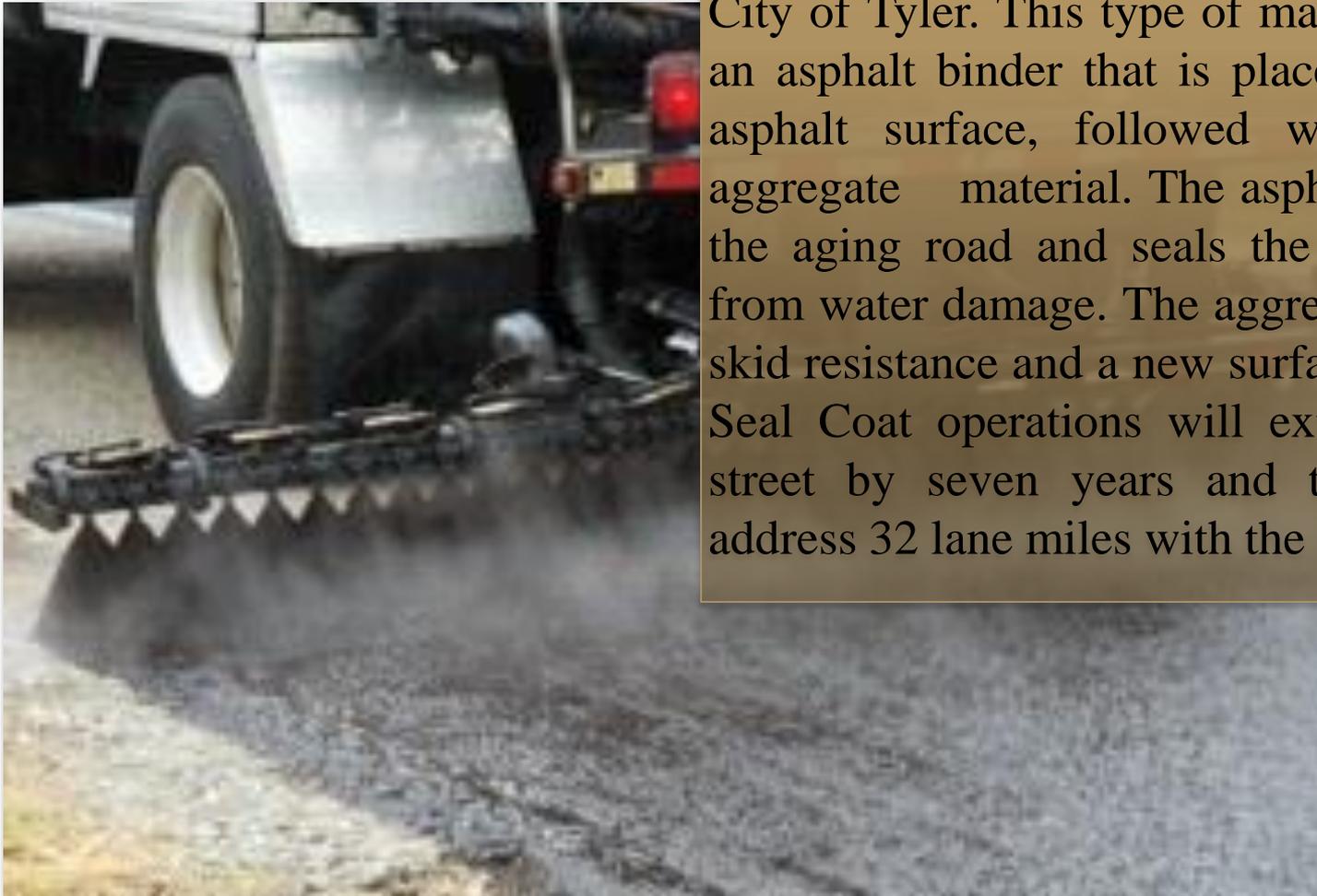


Tyler's Historical Tax Rate



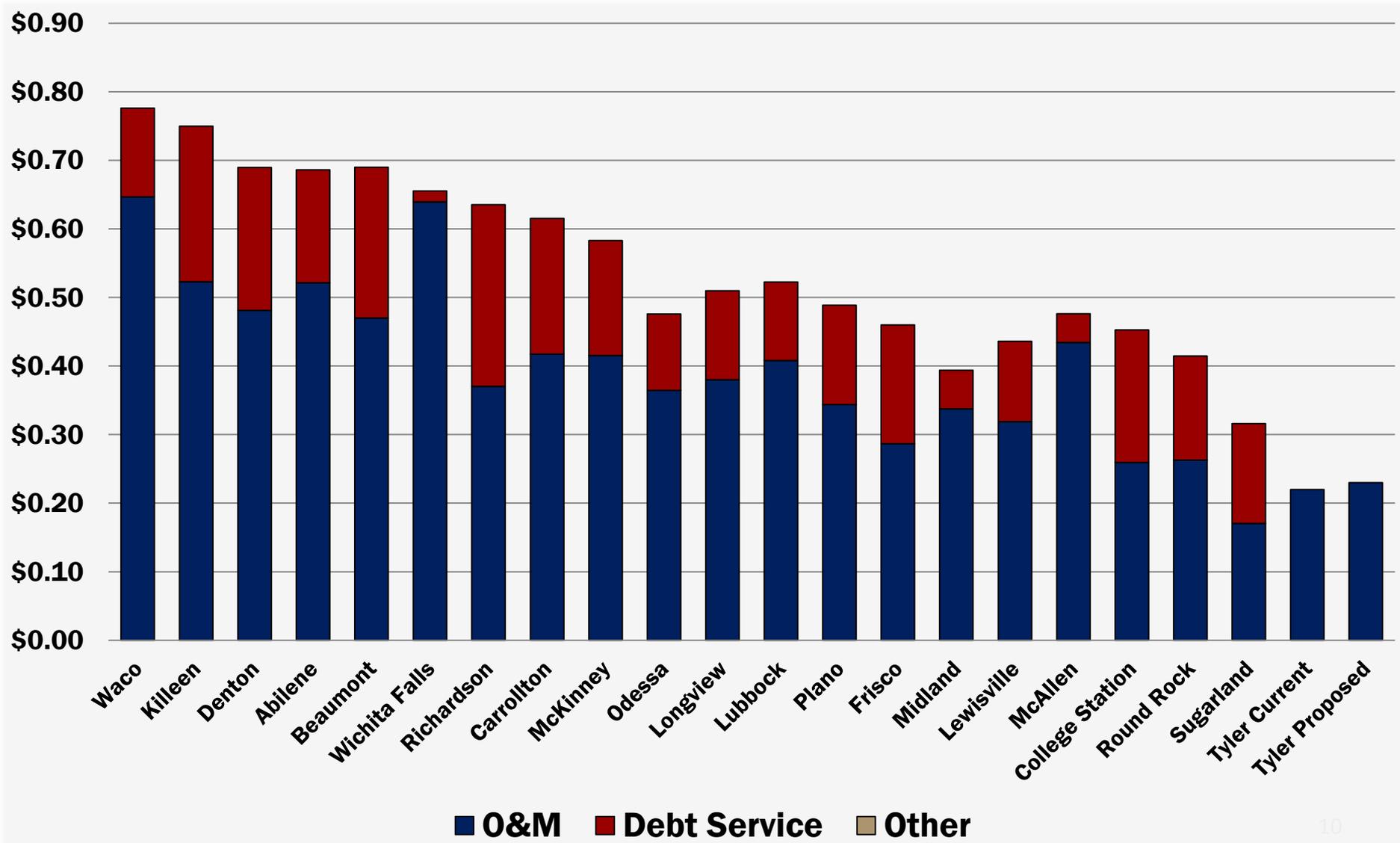
1 Cent Increase for Street Improvements

Seal Coat for PCI from 65 to 85

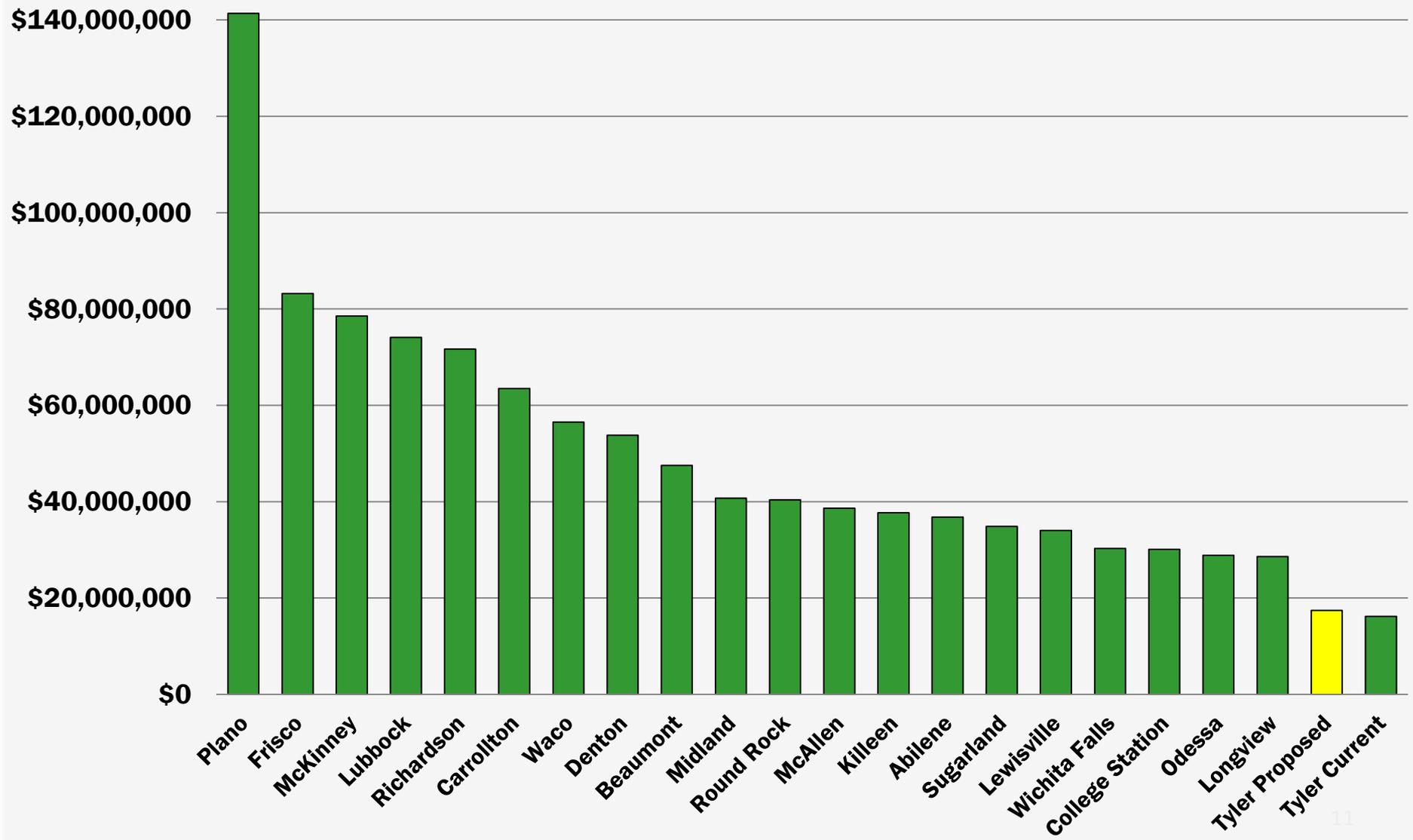


Seal Coat operations are contracted out by the City of Tyler. This type of maintenance includes an asphalt binder that is placed on the existing asphalt surface, followed with placement of aggregate material. The asphalt binder restores the aging road and seals the asphalt pavement from water damage. 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

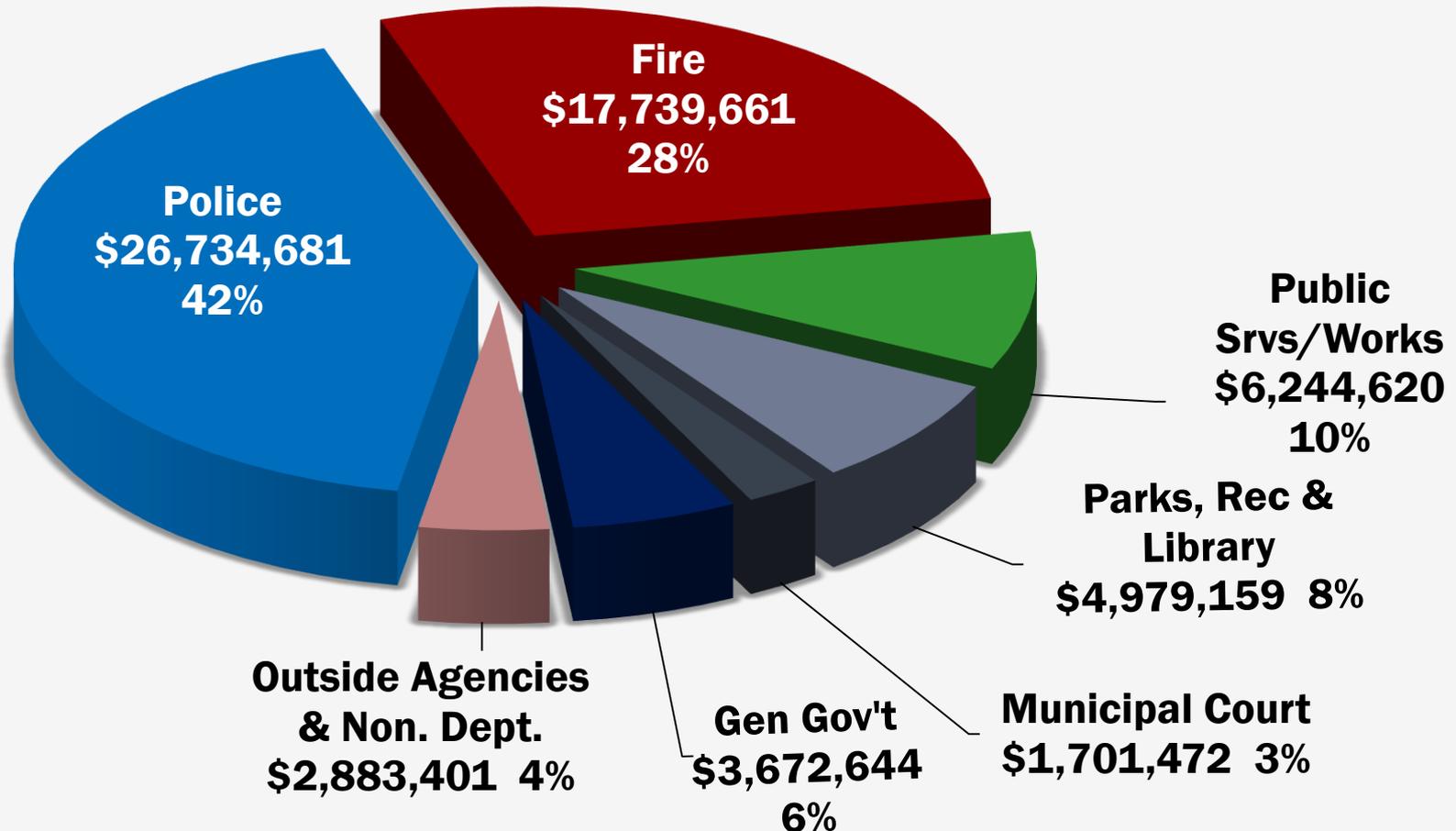


FY2015-16 Tax Levy Comparison



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 insurance 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**





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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**

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*

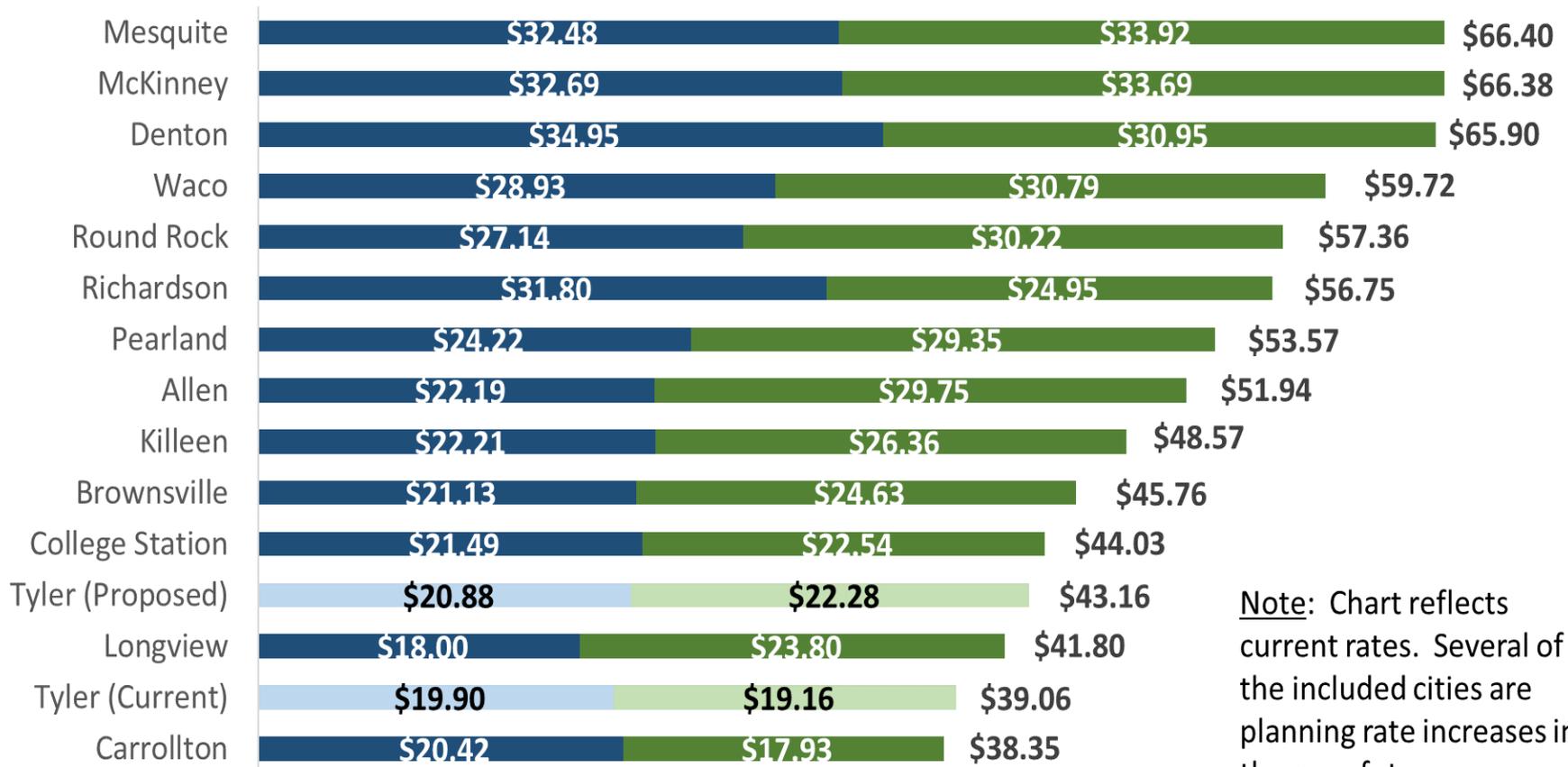
Minimum Charges (2 thousand gallons)	Consumption of 5000 gallons		Consumption of 10,000 gallons					
	<u>Current</u>	<u>2017</u>	<u>Current</u>	<u>2017</u>				
Water	10.63	11.16	Water	19.90	20.88	Water	35.35	37.08
Sewer	12.77	14.27	Sewer	19.16	22.28	Sewer	29.81	35.63
Water Service	0.23	0.23	Water Service	0.23	0.23	Water Service	0.23	0.23
Water Quality	0.33	0.33	Water Quality	0.33	0.33	Water Quality	0.33	0.33
Storm Water Regulatory Compliance	1.40	1.53	Storm Water Regulatory Compliance	2.34	2.59	Storm Water Regulatory Compliance	3.91	4.36
Water Franchise Fee	1.27	1.38	Water Franchise Fee	2.10	2.32	Water Franchise Fee	3.48	3.88
Total	26.63	28.89	Total	44.06	48.63	Total	73.11	81.51
		\$ 2.26 8.48%			\$ 4.56 10.36%			\$ 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

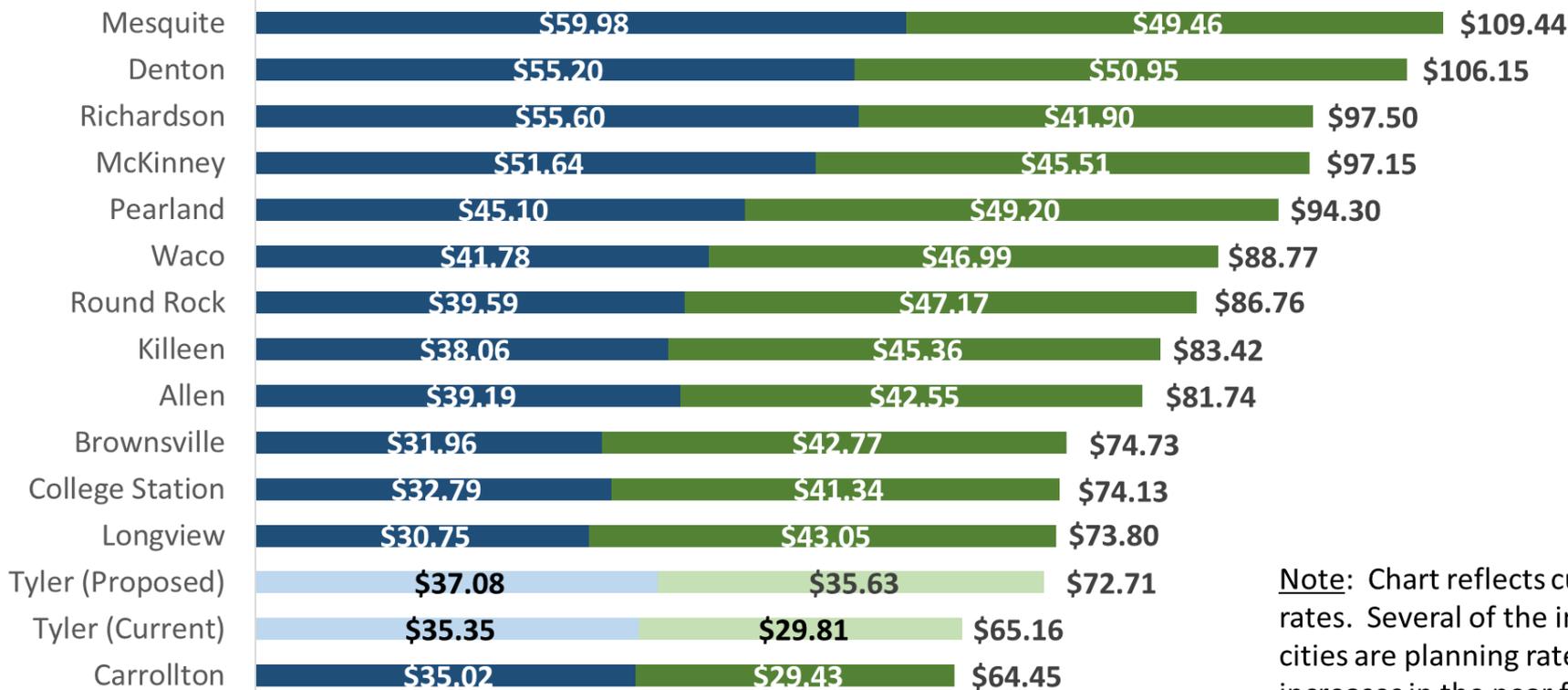


Note: Chart reflects current rates. Several of the included cities are planning rate increases in the near future.

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.



- **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**
- **Four temp positions converted to full-time (No additional Funding Required)**
 - **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**





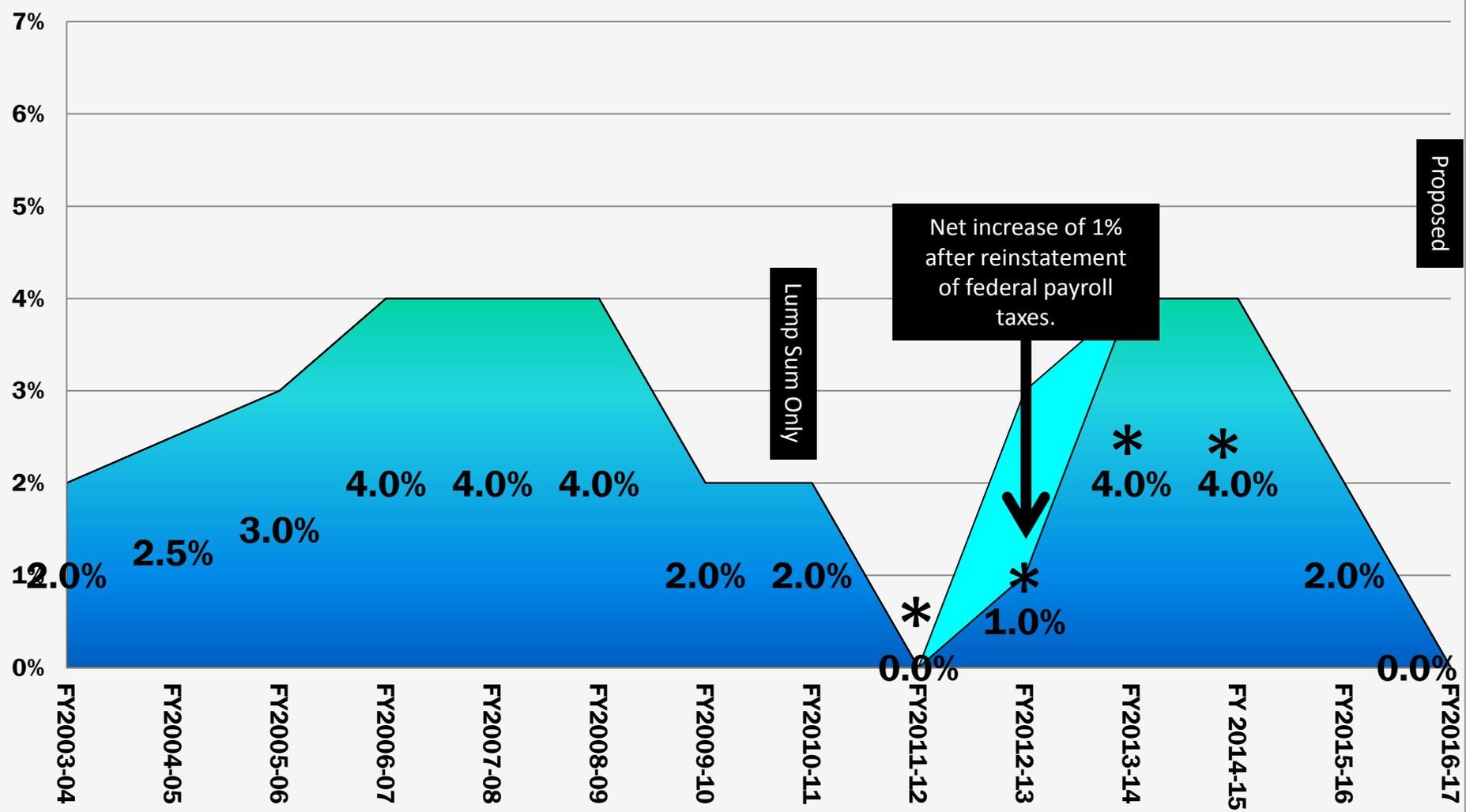
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FY2016-17 Proposed Budget

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

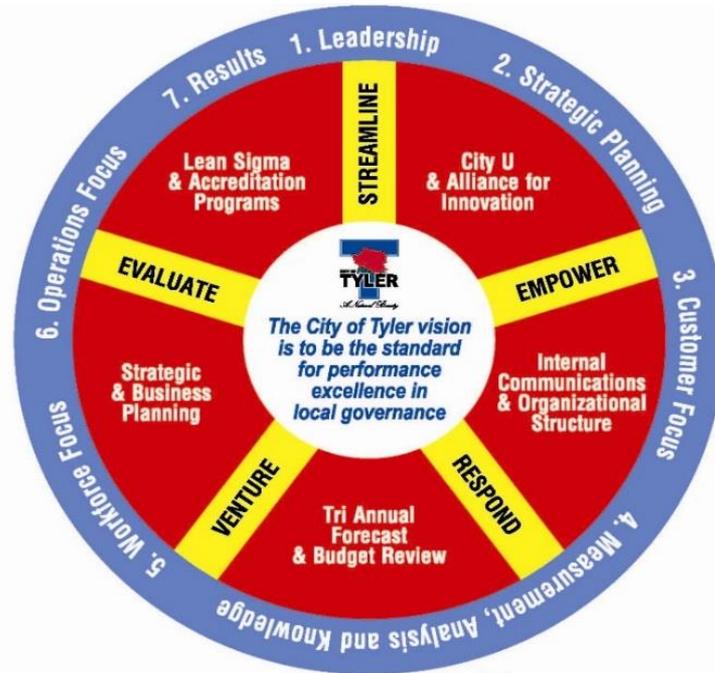
- Fiscal Alignment Reviews – January thru April
- Submittal & review of departmental budget requests – May/June
- Compilation of Proposed Budget – July
- Initial Budget Presentation – **July 27th** 
- Public Hearing – **August 24th**
- Public Hearing – **August 31st** - Special Called Meeting
- Adoption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



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Setting the Standard for Performance Excellence in Local Government