

# Second Public Hearing – Budget

City of McKinney  
Budget Department



## FY 2019-20 Budget Highlights

- **Decrease property tax rate by approximately 1 cent**
- **Balanced General Fund budget**
- **Continue funding Streets Reconstruction Plan**
- **Fully funded fleet and equipment replacements**
- **Staffing**
  - Public Safety/Police & Fire
  - Development Services
  - Streets Maintenance
  - Parks and Recreation
  - Water/Wastewater

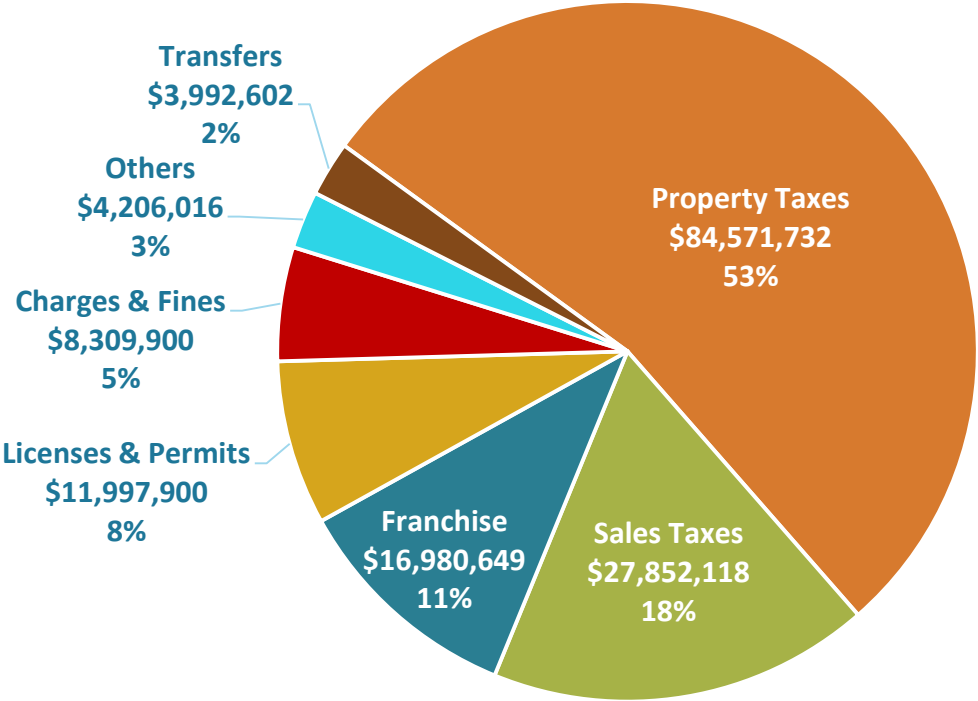


# General Fund



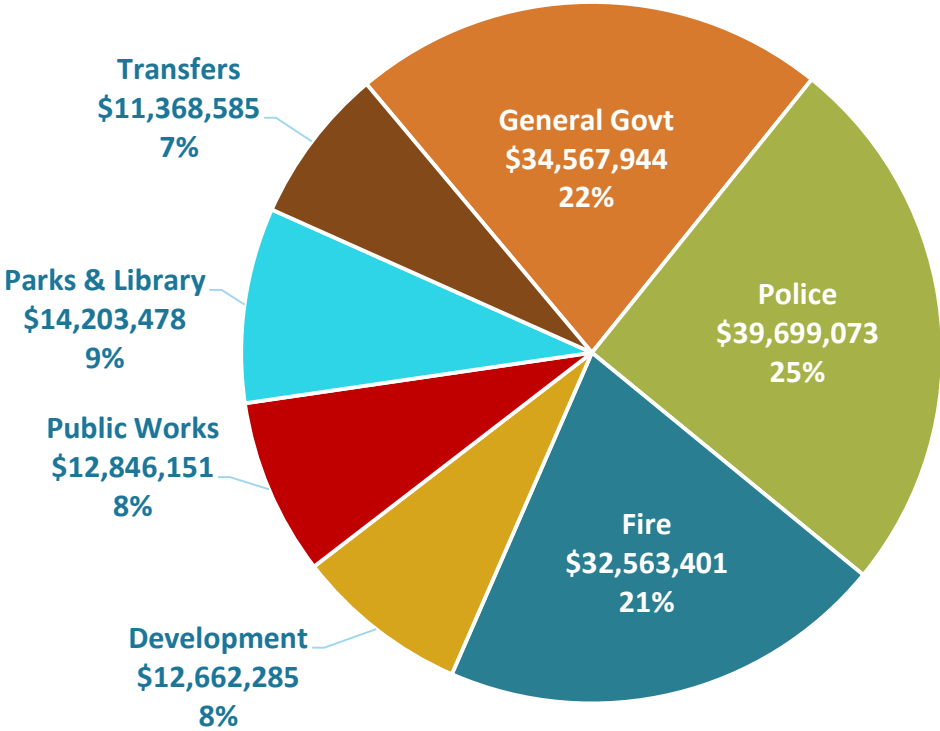
# General Fund Revenues - \$157,910,917

## FY 19-20 Proposed Budget



# General Fund Expenditures - \$157,910,917

## FY 19-20 Proposed Budget



## General Fund Proposed Staffing Additions (35.4 FTE)

- **General Government (7.5)**
  - Human Resources (1)
  - Legal (1)
  - Municipal Court (1.5)
  - Procurement Services (2)
  - Information Technology (2)
  
- **Public Safety (15)**
  - Police (9) – 4 Patrol Officers, 4 Detectives, Statistician
  - Fire (6) - 3 Inspectors, EMS Captain, Executive Assistant, Financial Analyst



## General Fund Proposed Staffing Additions (35.4 FTE)

- Development Services (3)
  - Engineering (1)
  - Building Inspections (1)
  - Code Compliance (1)
- Public Works (4)
  - Facility Maintenance (1)
  - Streets Maintenance (3)
- Parks & Libraries (5.9)
  - Parks (4)
  - Library Services (1.9)



# Capital Improvements Program





# Capital Improvements Program – FY 2020-2024

Project	Funded Thru FY19 (Incl BA)	FY19 Adjustments	FY19-20	FY20-21	FY21-22	FY22-23	FY23-24	TOTAL
Airport	\$ 20,907,168	\$ -	\$ 5,058,100	\$ 18,686,048	\$ 746,370	\$ 14,181,030	\$ 2,007,360	\$ 61,586,076
Drainage	11,758,529	1,339,680	11,060,000	-	-	-	-	24,158,209
Facilities	23,320,334	4,778,359	10,500,000	4,700,000	66,000,000	-	11,750,000	121,048,693
Fire Improvements	14,720,570	1,000,000	16,050,000	-	19,000,000	6,500,000	35,000,000	92,270,570
Library	9,500,000	-	-	-	-	-	-	9,500,000
Parks	50,471,764	-	41,801,000	18,500,000	46,500,000	10,500,000	5,500,000	173,272,764
Streets	137,611,732	(3,785,506)	34,121,491	14,880,000	28,550,000	39,850,000	5,650,000	256,877,717
Technology Improvements	12,260,292	2,000,000	2,225,000	-	-	-	-	16,485,292
Traffic	5,606,484	1,580,000	10,792,360	1,850,000	1,200,000	1,200,000	1,200,000	23,428,844
Water	102,550,211	7,201,263	36,460,000	25,130,000	28,000,000	35,735,000	9,550,000	244,626,474
Wastewater	33,008,161	(6,878,097)	21,580,000	10,220,000	7,600,000	8,700,000	7,600,000	81,830,064
<b>Grand Total</b>	<b>\$ 421,715,246</b>	<b>\$ 7,235,699</b>	<b>\$ 189,647,951</b>	<b>\$ 93,966,048</b>	<b>\$ 197,596,370</b>	<b>\$ 116,666,030</b>	<b>\$ 78,257,360</b>	<b>\$ 1,105,084,704</b>



## Major Projects – FY 2020 Funding

- Streets Projects
  - Town Center Infrastructure Improvements
  - Wilmeth (Hardin to Lake Forest)
  - Collin McKinney Pkwy (Lake Forest - Hardin)
- Parks Projects
  - Park Land Acquisition
  - Courts Indoor Tennis Expansion
- Facilities Projects
  - Municipal Complex Master Plan
  - Fire Station – Craig Ranch
  - Future Fire Station Land Acquisition
- Water / Wastewater Projects
  - SH5 Utility Relocations PH1 Town Center
  - AMI Meter Replacement Project
  - Honey Creek Sanitary Sewer Trunk Main



# Water/Wastewater Fund



## Water and Wastewater Highlights

- FY20 Revenue Budget - \$101,977,774
- FY20 Expenditure Budget - \$101,238,041
- Continue water line replacement program
- Anticipate a debt sale for capital projects in FY20
  - Use some operating fund reserve to offset debt need
- Supplementals proposed include:
  - Sewer Maintenance Repair Crew
  - Fire Hydrant & Valve Service Personnel (3)
  - Redbud Pump Station Operating Costs
  - Pump Operator



## Action Tonight

Sept. 17

- Budget – Second Public Hearing
- Ratification of Property Tax Revenue Increase
- Adopt Budget, Tax Rate, and Fee/Rate Ordinance

**ORDINANCE NO. 2019-09-066**

**AN ORDINANCE ADOPTING A BUDGET FOR THE ENSUING FISCAL YEAR BEGINNING OCTOBER 1, 2019, AND ENDING SEPTEMBER 30, 2020, IN ACCORDANCE WITH THE CHARTER OF THE CITY OF MCKINNEY, APPROPRIATING THE VARIOUS AMOUNTS THEREOF, AND REPEALING ALL ORDINANCES OR PARTS OF ORDINANCES IN CONFLICT THEREWITH; PROVIDING FOR PUBLIC HEARINGS; PROVIDING FOR PUBLICATION OF THIS ORDINANCE AND FOR AN EFFECTIVE DATE HEREOF**

**WHEREAS**, the City Manager of the City of McKinney, Texas, has submitted to the City Council a proposed budget of the revenues of said City and the expenditures/expenses of conducting the affairs thereof and providing a complete financial plan for 2019-2020 and which said proposed budget has been compiled from detailed information obtained from the several departments, divisions, and offices of the City; and,

**WHEREAS**, the City Council has received said City Manager's proposed budget, a copy of which proposed budget and all supporting schedules have been filed with the City Secretary of the City of McKinney, Texas.

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, THAT:**

Section 1. The proposed budget of the revenue of the City of McKinney, Texas, and the expenses of conducting the affairs thereof providing a complete financial plan for the ensuing fiscal year beginning October 1, 2019, and ending September 30, 2020, as submitted to the City Council by the City Manager of said City, be and the same is in all things adopted and approved as the budget of all current expenditures/expenses as well as fixed charges against said City for the fiscal year beginning October 1, 2019, and ending September 30, 2020.

Section 2. The sums below are hereby appropriated from the respective funds for the payment of expenditures on behalf of the city government as established in the approved budget document, including the revised budgetary data for the fiscal year ending September 30, 2019:

<b>FUNDS</b>	<b>Fiscal Year 2019 (Revised)</b>	<b>Fiscal Year 2020</b>
General	\$154,623,688	\$157,910,917
Fleet Maintenance	1,112,982	1,256,610
Water and Wastewater	94,839,982	101,238,041
Golf Course	75,236	75,236
Airport	9,660,992	10,097,177
Surface Water Drainage Utility	4,075,234	4,111,603
Solid Waste	8,308,854	10,126,467
Hotel/Motel	1,031,950	1,157,950
Law Enforcement	150,000	173,000
Community Housing	641,900	483,700
Risk/Insurance	23,608,075	26,334,864
Community Dev. Block Grant	1,106,136	1,295,641
Library Gift	50,000	34,924
Utility Construction	123,715,006	64,910,987
Governmental Capital Projects	229,984,758	135,901,068
Law Enforcement Donations	50,000	50,000
Fire Department Donations	14,500	7,650
G.O. Debt Service	35,897,083	37,529,260

Capital Equipment Replacement	8,167,821	6,254,063
Grants	1,191,756	1,156,245
Aquatics & Fitness Center	4,843,152	5,319,252
PEG Cable Channel	126,400	237,500
Revenue Debt Service	10,863,085	11,333,350
MPAC	729,882	791,315
Veterans Memorial	6,000	0
Public Art	63,487	72,221
Airport Construction	14,886,714	5,058,100
Urban Transit District	795,348	1,077,397
MHFC	68,680	70,595
Disaster Relief	0	516,552
TIRZ1 - Town Center	4,086,234	1,239,000
TIRZ2 - Airport	22,000	22,000
<b>Total Primary Government</b>	<b>\$734,796,935</b>	<b>\$585,842,684</b>
<b>Component Units</b>		
MCVB	742,889	863,815
MEDC Debt Service	4,766,245	3,955,988
MEDC	19,441,872	15,029,119
MCDC	29,562,822	10,338,530
<b>Total Component Units</b>	<b>\$54,513,828</b>	<b>\$30,187,452</b>
<b>Total All Funds</b>	<b>\$789,310,763</b>	<b>\$616,030,136</b>

Section 3. Specific authority is hereby given to the City Manager to transfer appropriations budgeted from one account classification or activity to another within any individual department or activity; and, to transfer appropriations from designated appropriations to any individual department or activity.

Section 4. Ordinances or parts of Ordinances in conflict herewith are hereby repealed.

Section 5. This Ordinance shall be and remain in full force and effect from and after its final passage and publication as herein provided.

Section 6. Public hearings were held before the City Council as a Committee of the whole, on September 3, 2019 and September 17, 2019, and that due notice of said public hearings was published and that this Ordinance was also published one time in a newspaper having general circulation in the City of McKinney, Texas.

Section 7. This Ordinance to become effective upon its passage and approval and upon the publication hereof.

**DULY PASSED AND APPROVED BY THE CITY COUNCIL OF THE CITY OF MCKINNEY, TEXAS, ON 17<sup>TH</sup> DAY OF SEPTEMBER, 2019.**

CITY OF MCKINNEY, TEXAS

  
 \_\_\_\_\_  
 GEORGE C. FULLER  
 Mayor

CORRECTLY ENROLLED:



EMPRESS DRANE  
City Secretary

DATE: 09-17-2019

APPROVED AS TO FORM:



MARK S. HOUSER  
City Attorney