City Council Agenda
7/27/2021

Notice is hereby given of a special meeting of the City Council of City of San Angelo to be held July 27, 2021 at 9:00 AM at City Hall – East Mezzanine, 72 W. College Avenue, San Angelo, Texas, for the purpose of considering the following agenda items.

1. **Call to Order**
2. **Public Comment**

Issues or concerns not on the Regular Agenda may be raised by the public at this time. Citizens should speak from the podium, address all comments to the dais, begin by stating their name and address or Single Member District number, and limit their remarks to less than three minutes.

3. **Workshop Itinerary**
   a. Discussion of matters regarding the fiscal year 2021-2022 budget preparation, including, but not limited to:
   1. Public Works Operating Funds revenue and expenditures (Tina Dierschke)
   2. Opportunities for additional revenues for capital projects (Shane Kelton)
   3. Other items needing Council direction
4. **Follow Up and Administrative Issues**
5. **Adjournment**

CERTIFICATION

I hereby certify that the above notice of meeting was posted on the bulletin board at City Hall in the City of San Angelo, Texas, on the 22nd day of July 2021, at 10:43 AM.

Julia Antilley, City Clerk

All agenda items are subject to action. The City Council reserves the right to consider business out of posted order and/or meet in a closed session on any agenda item should the need arise and if applicable pursuant to authorization by Title 5, Chapter 551, of the Texas Government Code.

In compliance with the Americans with Disabilities Act, the City of San Angelo will provide for reasonable accommodations for persons attending City Council meetings. To better serve you, requests should be received 48 hours prior to the meetings. Please contact the City Clerk's Office at 325-657-4405.

Citizen requests to display materials on the city's monitors must submit the request 96 hours prior to the meeting by email to Julia.Antilley@cosatx.us. Time limits for discussion are as stated above and materials cannot exceed 10-pages. Citizens bringing materials for distribution to City Council members during the meeting must bring a minimum of 12 copies.

City Council regular meetings are broadcast on SATV Channel 17-Government Access at 10:30 a.m. and 7:00 p.m. every day, beginning the evening of the meeting until the evening of the next meeting.

REPORT TO MAYOR & MEMBERS OF CITY COUNCIL

Requestor: Kimberly Holle, Budget Manager, Budget, 325-657-4211

Meeting Date: July 27, 2021

Item type: Consent Item

Caption:

Discussion of matters regarding the fiscal year 2021-2022 budget preparation, including, but not limited to:
1. Public Works Operating Funds revenue and expenditures (Tina Dierschke)
2. Opportunities for additional revenues for capital projects (Shane Kelton)
3. Other items needing Council direction

Summary/History:

At the last workshop, we reviewed the major enterprise funds; in continuation of the preparation process for the fiscal year 2021-22 budget, it is now time to review the Public Works Funds. The funds that will be covered during this budget workshop are the Water Fund, Water Reclamation Fund, Solid Waste Fund, and Stormwater Fund.

The General Fund budget will be discussed at the final budget workshop. Finance Staff should receive certified property values from the Tom Green County Appraisal District this week and will begin preparing revenue estimates to present at the General Fund Budget Workshop on August 12th.

Attached are the proposed budgets for each of these funds compared with the fiscal year 2019-20 actuals, 2020-21 original budget, revised budget, and year-to-date actuals as of June. The primary revenue sources and expenditure categories are summarized for each fund below.

Financial Impact:

None at this time.

Other Information/Recommendation:

Attachments:

1.	Public Works - Financial Summary FY22	Public Works - Financial Summary FY22.pdf
2.	2021 07-27 Budget Workshop - Public Works Funds	2021 07-27 Budget Workshop - Public Works Funds.pdf

Presentation:

Tina Dierschke

Approvals/Reviews:

Kimberly Holle	Created/Initiated
Tina Dierschke	Approved
Theresa James	Approved
Julia Antilley	Final Approval

MEMO TO CITY COUNCIL

To: Mayor and City Council Members
CC: Daniel Valenzuela, Michael Dane, Rick Weise, Tina Dierschke, and Ryan Gaddy
From: Kimberly Holle, Budget Manager
Date: July 27, 2021
Re: Budget Workshop – Public Works Funds

At the last workshop, we reviewed the major enterprise funds; in continuation of the preparation process for the fiscal year 2021-22 budget, it is now time to review the Public Works Funds. The funds that will be covered during this budget workshop are the Water Fund, Water Reclamation Fund, Solid Waste Fund, and Stormwater Fund.

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Attached are the proposed budgets for each of these funds compared with the fiscal year 2019-20 actuals, 2020-21 original budget, revised budget, and year-to-date actuals as of June. The primary revenue sources and expenditure categories are summarized for each fund below.

Water Fund
Financial Summary

Description	FY20 Actual	FY21 Original Budget	FY21 Revised Budget	FY21 Year-to-date as of June	FY22 Proposed Budget	Increase (Decrease) from FY21 Original
260 REVENUES:						
Water Sales	31,474,006	28,164,918	28,164,918	22,206,417	29,307,165	1,142,247
Lake Use Revenues	273,020	419,528	419,528	400,084	391,794	(27,734)
Billing and Collection	1,357,762	1,443,906	1,443,906	1,194,306	1,443,906	-
Taps and Connections	371,205	365,200	365,200	312,870	377,700	12,500
Transfers In	2,230,873	1,618,797	2,117,757	1,314,355	2,197,954	579,157
Interest	398,032	244,677	244,677	72,059	105,892	(138,785)
Other	1,828,938	230,713	230,713	391,196	200,713	(30,000)
Total Revenues	**$ 37,933,836**	**$ 32,487,739**	**$ 32,986,699**	**$ 25,891,287**	**$ 34,025,124**	**$ 1,537,385**
260 EXPENSES:						
Personnel	5,831,740	6,607,868	6,607,868	4,392,596	6,724,075	116,207
Operations & Maintenance	7,555,367	9,217,793	10,045,286	6,390,554	9,104,742	(113,051)
Legal Notices	756	5,000	5,000	766	5,000	-
Lobbying	-	750	750	-	750	-
Transfers Out	2,622,891	4,225,366	5,105,139	3,668,461	4,919,521	694,155
Capital	11,712,385	12,430,962	14,025,837	10,595,052	13,271,036	840,074
Total Expenses	**$ 27,723,139**	**$ 32,487,739**	**$ 35,789,880**	**$ 25,047,429**	**$ 34,025,124**	**$ 1,537,385**
Revenues Over/ (Under) Expenditures*	10,210,697	-	(2,803,181)	843,858	-	-
Beginning Fund Balance	17,458,562	27,669,259	27,669,259	27,669,259	27,669,259	-
Ending Fund Balance	**$ 27,669,259**	**$ 27,669,259**	**$ 24,866,078**	**$ 28,513,117**	**$ 27,669,259**	**$ -**

Water Reclamation Fund
Financial Summary

Description		FY20 Actual		FY21 Original Budget		FY21 Revised Budget		FY21 Year-to-date as of June		FY22 Proposed Budget		Increase (Decrease) from FY21 Original
270 REVENUES:												
Water Reclamation Charges		14,958,838		15,086,996		15,086,996		11,461,632		15,086,996		-
Farm Use Revenues		297,604		242,126		242,126		290,567		242,655		529
Paving Cuts		77,350		50,000		50,000		67,000		62,500		12,500
Taps and Connections		27,553		20,250		20,250		24,525		20,250		-
Interest		320,080		207,002		207,002		60,964		63,896		(143,106)
Other		303,787		20,000		20,000		68,476		20,000		-
Total Revenues	**$**	**15,985,212**	**$**	**15,626,374**	**$**	**15,626,374**	**$**	**11,973,164**	**$**	**15,496,297**	**$**	**(130,077)**
270 EXPENSES:												
Personnel		2,287,305		2,280,825		2,280,825		1,792,924		2,407,749		126,924
Operations & Maintenance		2,487,368		2,879,191		3,127,781		2,372,817		3,011,899		132,708
Legal Notices		5,915		5,000		5,000		176		5,000		-
Transfers Out		5,972,917		6,077,601		6,117,601		4,587,058		4,339,607		(1,737,994)
Capital		2,840,085		4,383,757		7,293,278		4,537,993		5,732,042		1,348,285
Total Expenses	**$**	**13,593,590**	**$**	**15,626,374**	**$**	**18,824,485**	**$**	**13,290,968**	**$**	**15,496,297**	**$**	**(130,077)**
Revenues Over/ (Under) Expenditures		2,391,622		-		(3,198,111)		(1,317,804)		-		-
Beginning Fund Balance		16,080,744		18,472,366		18,472,366		18,472,366		18,472,366		-
Ending Fund Balance	**$**	**18,472,366**	**$**	**18,472,366**	**$**	**15,274,255**	**$**	**17,154,562**	**$**	**18,472,366**	**$**	**-**

Solid Waste Fund
Financial Summary

Description	FY20 Actual	FY21 Original Budget	FY21 Revised Budget	FY21 Year-to-date as of June	FY22 Proposed Budget	Increase (Decrease) from FY21 Original
230 REVENUES:						
Landfill Fees	1,587,843	1,380,603	1,380,603	1,235,783	1,438,040	57,437
Leases	609,710	613,238	613,238	459,580	616,885	3,647
Interest	128,986	56,185	56,185	16,547	20,230	(35,955)
Total Revenues	**$ 2,326,539**	**$ 2,050,026**	**$ 2,050,026**	**$ 1,747,390**	**$ 2,075,155**	**$ 25,129**
230 EXPENSES:						
Personnel	190,811	189,068	189,068	152,918	224,624	35,556
Operations & Maintenance	642,194	1,047,220	1,101,439	519,095	1,227,108	179,888
Legal Notices	-	300	300	208	300	-
Transfers Out	618,486	606,700	606,700	471,992	615,301	8,601
Capital	352,869	206,738	147,500	40,360	7,822	(198,916)
Total Expenditures	**$ 1,804,360**	**$ 2,050,026**	**$ 2,045,007**	**$ 1,184,573**	**$ 2,075,155**	**$ 25,129**
Revenues Over/ (Under) Expenditures*	522,179	-	5,019	562,817	-	-
Beginning Fund Balance	4,314,320	4,836,499	4,836,499	4,836,499	4,836,499	-
Ending Fund Balance	**$ 4,836,499**	**$ 4,836,499**	**$ 4,841,518**	**$ 5,399,316**	**$ 4,836,499**	**$ -**

* There has previously been a planned contribution to fund balance in an effort to fully fund the future expenditures associated with operating the City's landfill. In recent fiscal years, there has been no contribution to fund balance in order to begin funding engineering studies.

Stormwater Fund
Financial Summary

Description	FY20 Actual	FY21 Original Budget	FY21 Revised Budget	FY21 Year-to-date as of June	FY22 Proposed Budget	Increase (Decrease) from FY21 Original
240 REVENUES:						
Stormwater Fee	2,884,072	2,811,000	2,811,000	2,213,908	2,898,000	87,000
Transfers In	95,000	95,000	95,000	71,250	135,000	40,000
Interest	47,416	27,529	27,529	8,107	12,047	(15,482)
Other	5,489	60,000	60,000	23,591	60,000	-
Total Revenues	**$ 3,031,977**	**$ 2,993,529**	**$ 2,993,529**	**$ 2,316,856**	**$ 3,105,047**	**$ 111,518**
240 EXPENSES:						
Personnel	1,136,945	1,242,173	1,242,173	900,961	1,270,750	28,577
Operations & Maintenance	573,074	672,970	785,570	466,733	724,979	52,009
Legal Notices	-	300	300	-	500	200
Transfers Out	387,381	400,854	400,854	303,756	384,462	(16,392)
Capital	444,927	677,232	2,292,284	1,432,919	724,356	47,124
Total Expenses	**$ 2,542,327**	**$ 2,993,529**	**$ 4,721,181**	**$ 3,104,369**	**$ 3,105,047**	**$ 111,518**
Revenues Over/ (Under) Expenditures	489,650	-	(1,727,652)	(787,513)	-	-
Beginning Fund Balance	4,104,160	4,593,810	4,593,810	4,593,810	4,593,810	-
Ending Fund Balance	**$ 4,593,810**	**$ 4,593,810**	**$ 2,866,158**	**$ 3,806,297**	**$ 4,593,810**	**$ -**

City Council

July 27, 2021

Budget Workshop – Public Works Funds

Major funds revenue & expenditures

- Water
- Water Reclamation
- Solid Waste
- Stormwater

Water Fund	2020-21	2021-22	Inc/(Dec)
Revenue			
Sales	28,164,918	29,307,165	1,142,247
Other	4,322,821	4,717,959	395,138
Total	32,487,739	34,025,124	1,537,385
Expenditure			
Personnel	6,607,868	6,724,075	116,207
O & M	21,654,505	22,381,528	727,023
Capital	4,225,366	4,919,521	694,155
Total	32,487,739	34,025,124	1,537,385
Revenue Over/(Under) Expenditure	-	-	-

Water Reclamation Fund	2020-21	2021-22	Inc/(Dec)
Revenue			
Charges	15,086,996	15,086,996	-
Other	539,378	409,301	(130,077)
Total	15,626,374	15,496,297	(130,077)
Expenditure			
Personnel	2,280,825	2,407,749	126,924
O & M	8,961,792	7,356,506	(1,605,286)
Capital	4,383,757	5,732,042	1,348,285
Total	15,626,374	15,496,297	(130,077)
Revenue Over/(Under) Expenditure	-	-	-

Solid Waste Fund	2020-21	2021-22	Inc/(Dec)
Revenue			
User fees	1,380,603	1,438,040	57,437
Other	669,423	637,115	(32,308)
Total	2,050,026	2,075,155	25,129
Expenditure			
Personnel	189,068	224,624	35,556
O & M	1,654,220	1,842,709	188,489
Capital	206,738	7,822	(198,916)
Total	2,050,026	2,075,155	25,129
Revenue Over/(Under) Expenditure	-	-	-

Stormwater Fund	2020-21	2021-22	Inc/(Dec)
Revenue			
Fees	2,811,000	2,898,000	87,000
Other	182,529	207,047	24,518
Total	2,993,529	3,105,047	111,518
Expenditure			
Personnel	1,242,173	1,270,750	28,577
O & M	1,074,124	1,109,941	35,817
Capital	677,232	724,356	47,124
Total	2,993,529	3,105,047	111,518
Revenue Over/(Under) Expenditure	-	-	-

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