

Budget Stakeholder Meeting




May 18, 2022

Agenda

- Introductory Comments
- FY2022 Budget Update
- Financial Forecast
- FY2023 Budget Schedule

Introductory Comments

FY2022 Value, Rate, & Revenue

Taxable Value	\$87,373,928,947	 9.4%
Tax Rate (Adopted)	\$.7325	 1.5¢
Property Tax Revenue (Adopted)	\$596,042,557	 7.0%

Tax Rate Allocation

		Fiscal Year										Trend
		2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	
in Cents	O&M	68.59	67.59	63.79	62.84	59.65	57.65	56.50	53.00	53.00	52.00	
	PAYG			3.80	4.75	6.50	6.50	6.50	6.50	6.50	6.50	
	Debt	16.91	17.91	17.91	17.91	17.35	16.35	15.50	15.25	15.25	14.75	
	Total	85.50	85.50	85.50	85.50	83.50	80.50	78.50	74.75	74.75	73.25	

2014
Bond
Referenda
\$292M

2018
Bond
Referenda
\$399.5M

2022
Bond
Referenda
\$560M

Debt & PAYG as a % of Total Tax	19.78%	20.95%	25.39%	26.50%	28.56%	28.39%	28.03%	29.10%	29.10%	29.01%	
PAYG as a % of Capital			17.50%	20.96%	27.25%	28.45%	29.55%	29.89%	29.89%	30.59%	

O&M = Operating and Maintenance | PAYG = Pay-As-You-Go | I&S = Interest and Sinking (Debt)

Budgeted Property Tax Revenues

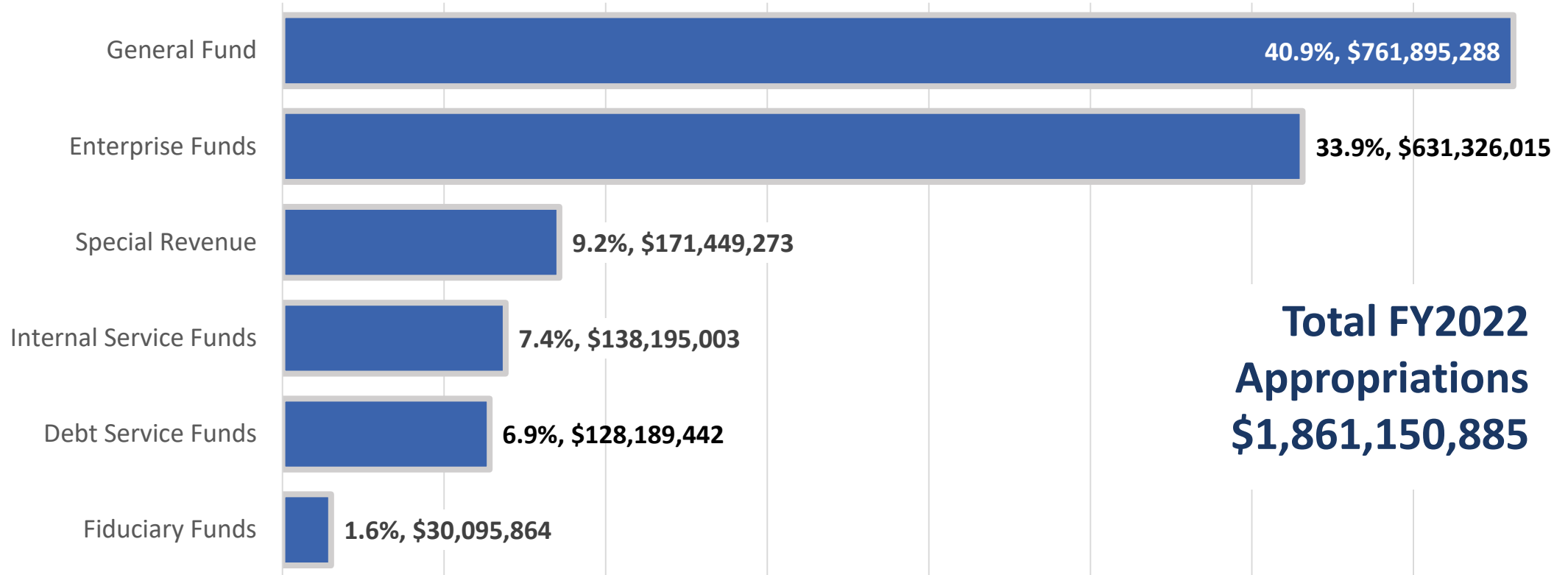
	FY2021 Budget	FY2022 Adopted	\$ Change	% Change
O&M	\$394,786,148	\$421,129,188	\$26,343,040	6.67%
PAYG	48,417,170	52,891,148	4,473,978	9.24%
Economic Development	0	2,000,000	2,000,000	
I&S (Debt)	113,594,128	120,022,221	6,428,093	5.66%
Total	\$556,797,446	\$596,042,557	\$39,245,111	7.05%

Total Operating Budget

Fund	FY2021	FY2022	Change Year Over Year	
	Adopted	Adopted	Amount	%
General Fund	718,496,285	761,895,288	43,399,003	6.04%
Enterprise Funds	609,789,250	631,326,015	21,536,765	3.53%
Special Revenue	162,564,034	171,449,273	8,885,239	5.47%
Internal Service Funds	134,635,079	138,195,003	3,559,924	2.64%
Debt Service Funds	121,812,443	128,189,442	6,376,999	5.24%
Fiduciary Funds	29,520,581	30,095,864	575,283	1.95%
Total Operating Funds	\$1,747,297,091	\$1,861,150,885	\$83,757,930	4.79%

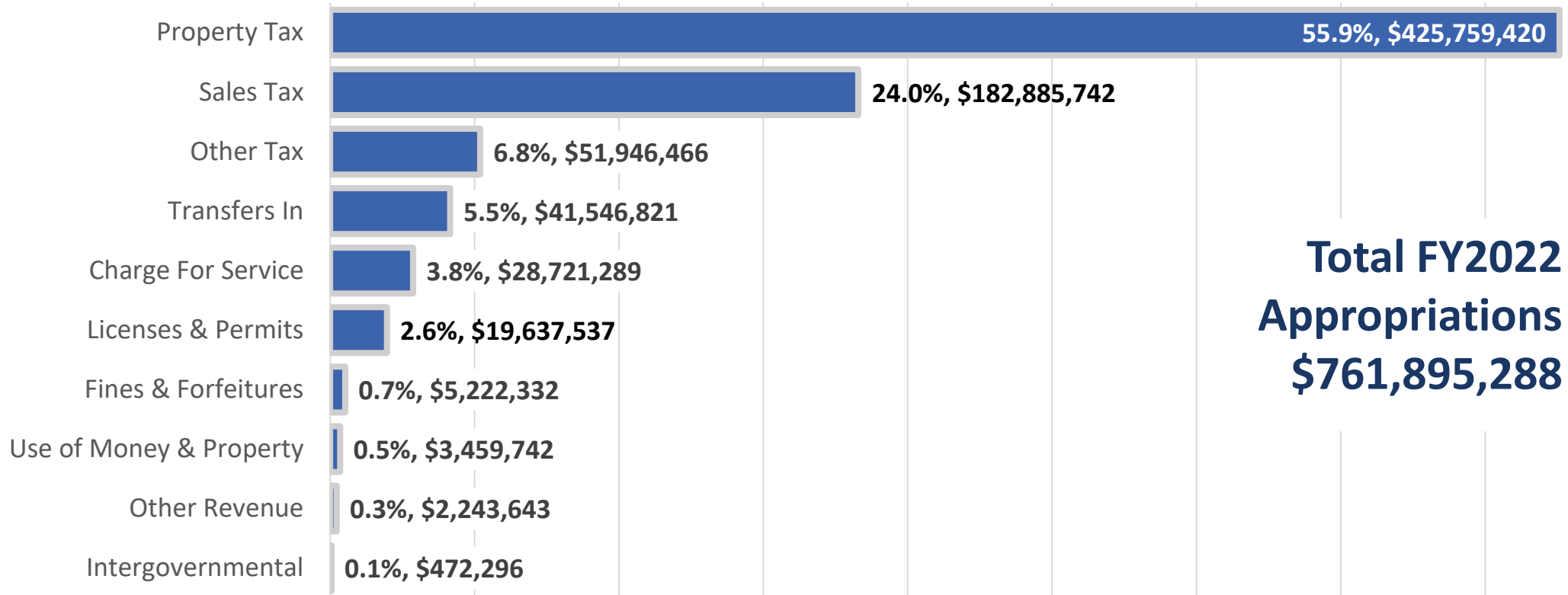
General Fund excludes PAYGO/Capital Transfers & IT Charges to other funds | Debt service excludes debt service accounted as transfers in other funds | Excludes contributions to fund balance/net position (Actual appropriation ordinance was higher to include this activity)

FY2022 Total Operating Budget



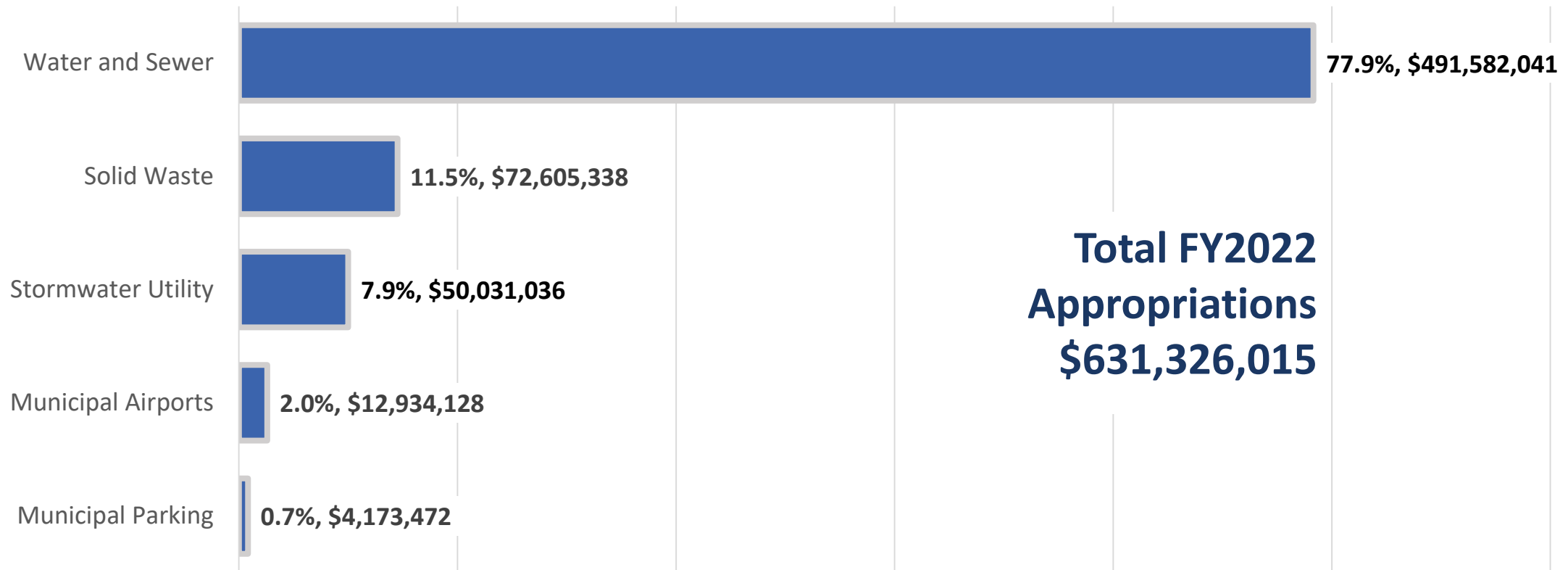
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FY2022 General Fund Revenues



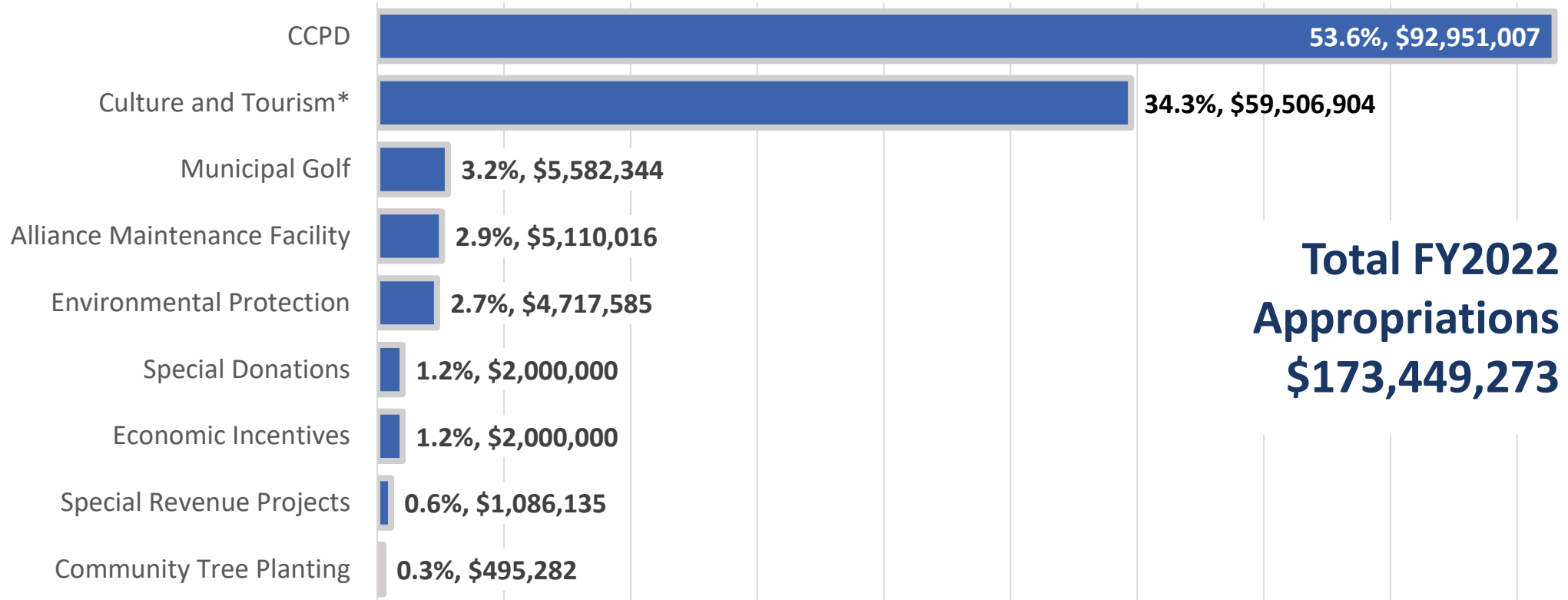
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FY2022 Enterprise Funds



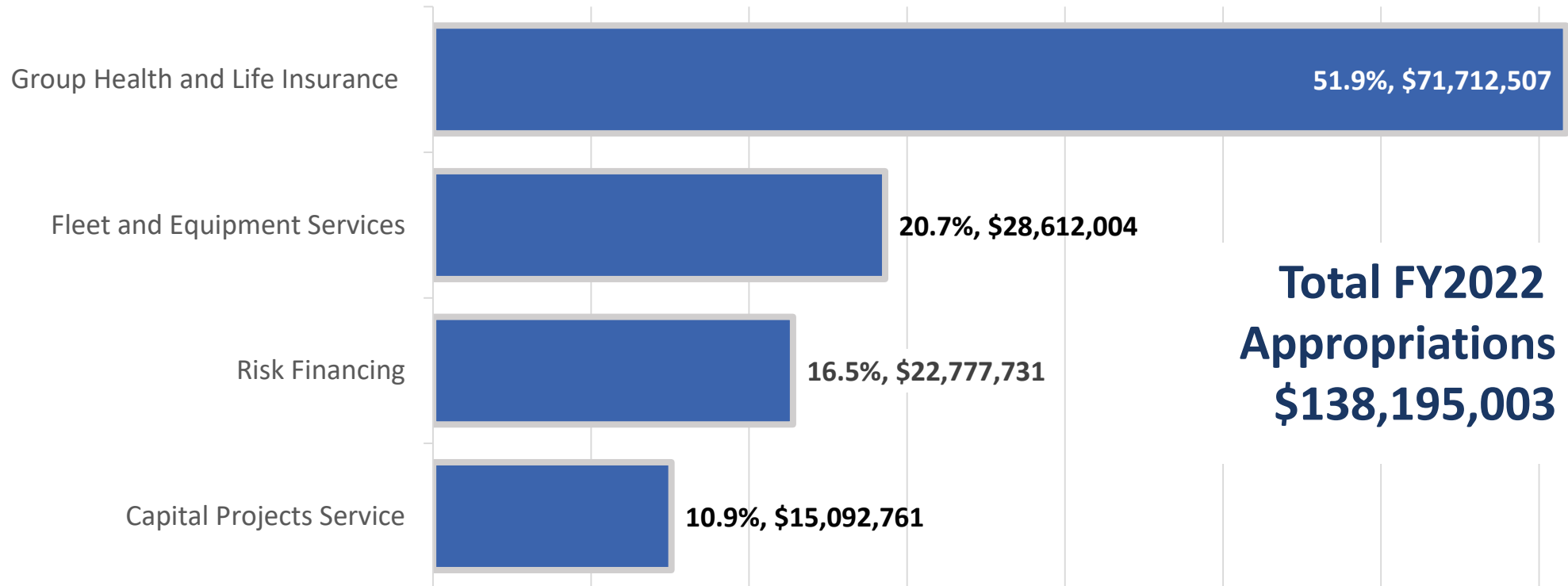
Excludes contribution to fund balance

FY2022 Special Revenue Funds



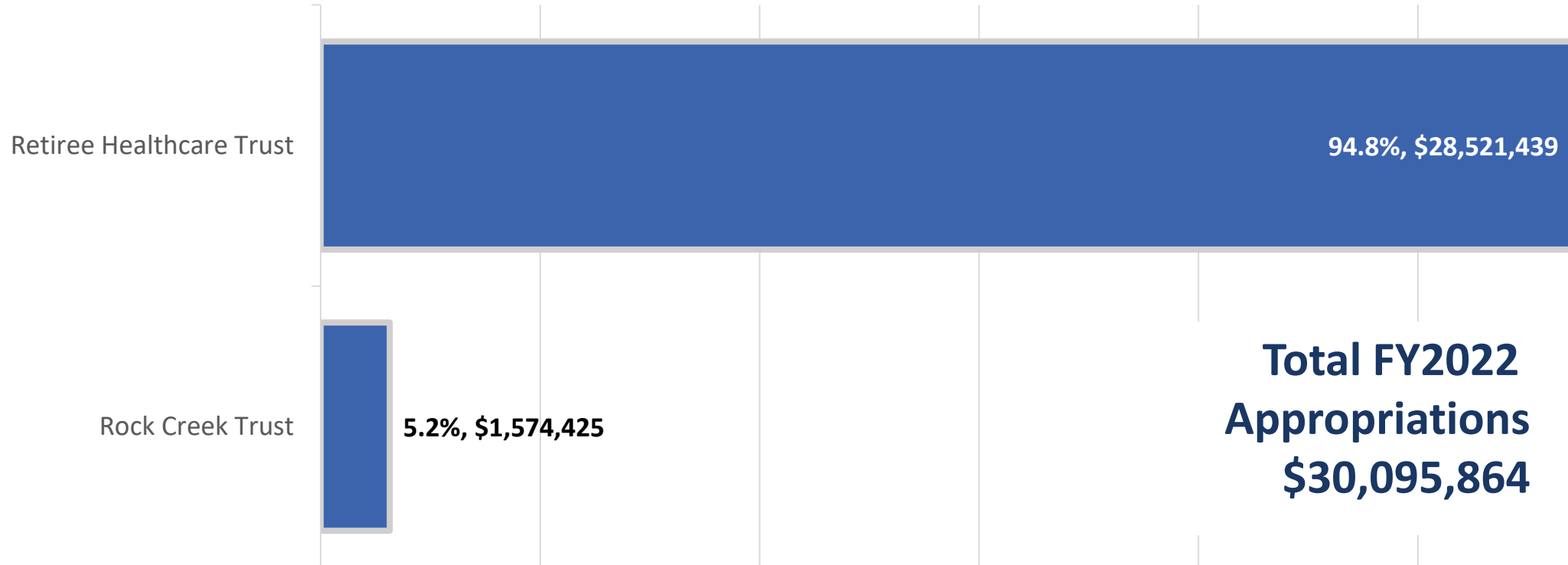
Excludes contribution to fund balance

FY2022 Internal Service Funds



Excludes contribution to fund balance

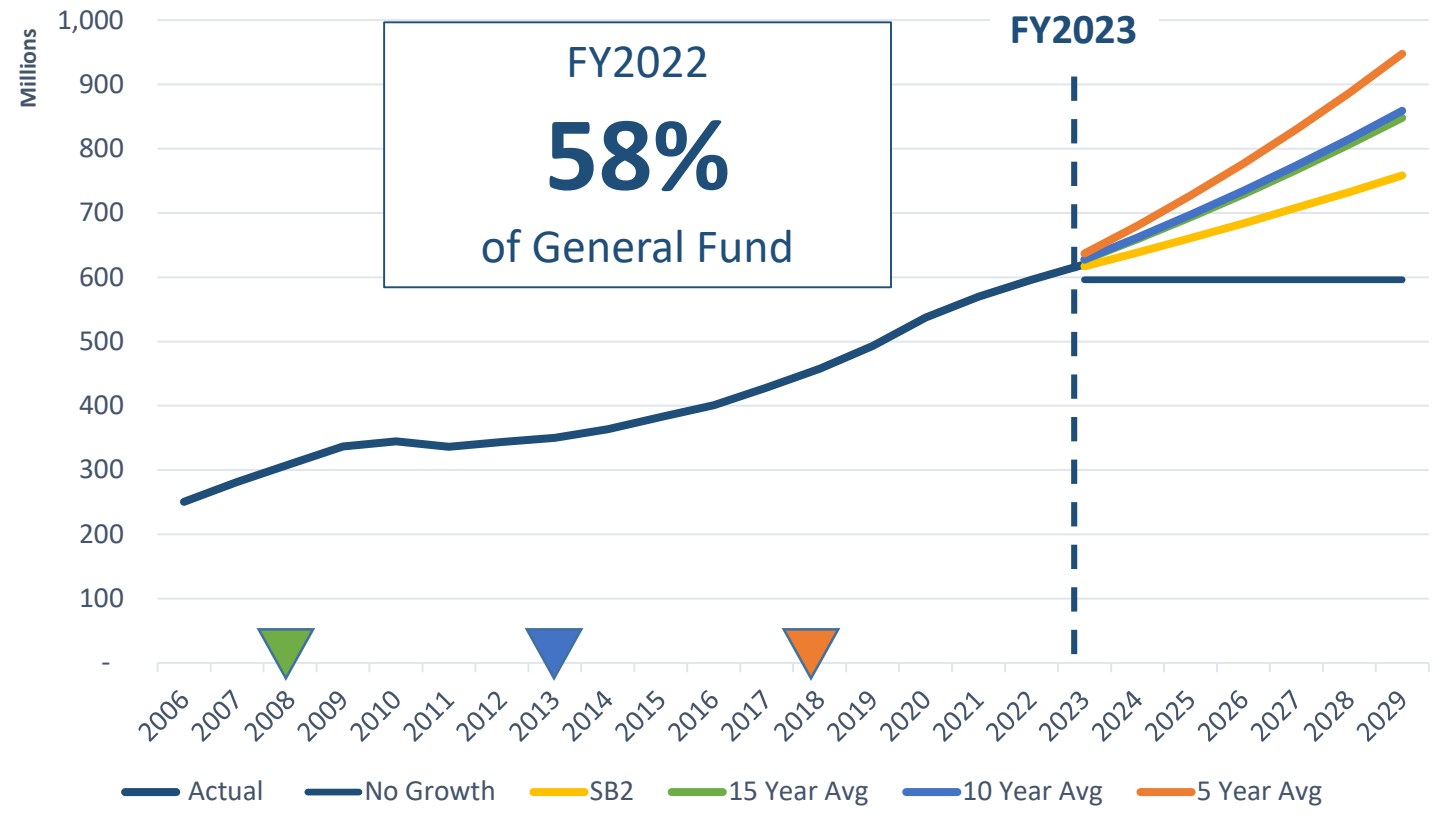
FY2022 Fiduciary Funds



Excludes contribution to fund balance

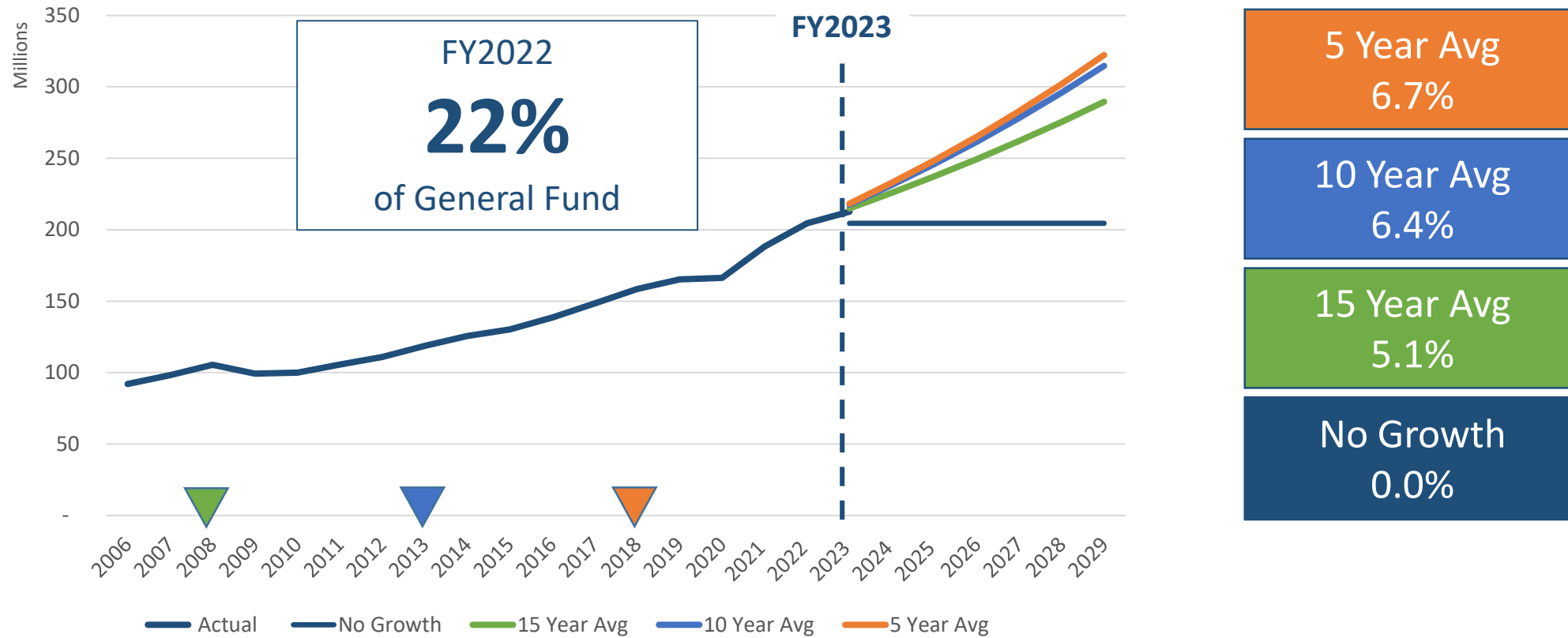
Financial Forecast

Historical Property Tax Revenue



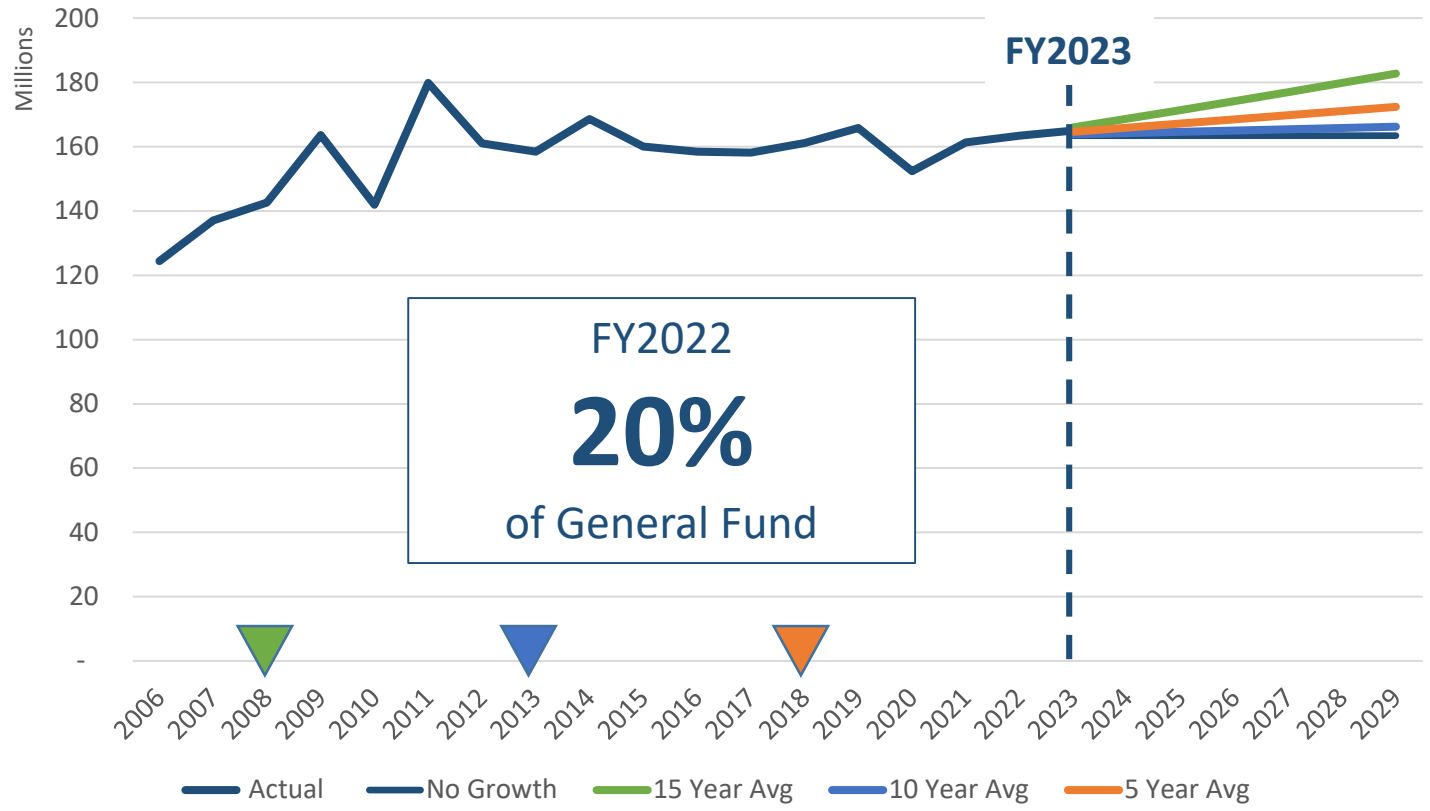
5 Year Avg	6.9%
10 Year Avg	5.4%
15 Year Avg	5.2%
SB2	3.5%
No Growth	0.0%

Historical Sales Tax Revenue



5 Year Avg 6.7%
10 Year Avg 6.4%
15 Year Avg 5.1%
No Growth 0.0%

Historical Other Revenue (Combined)

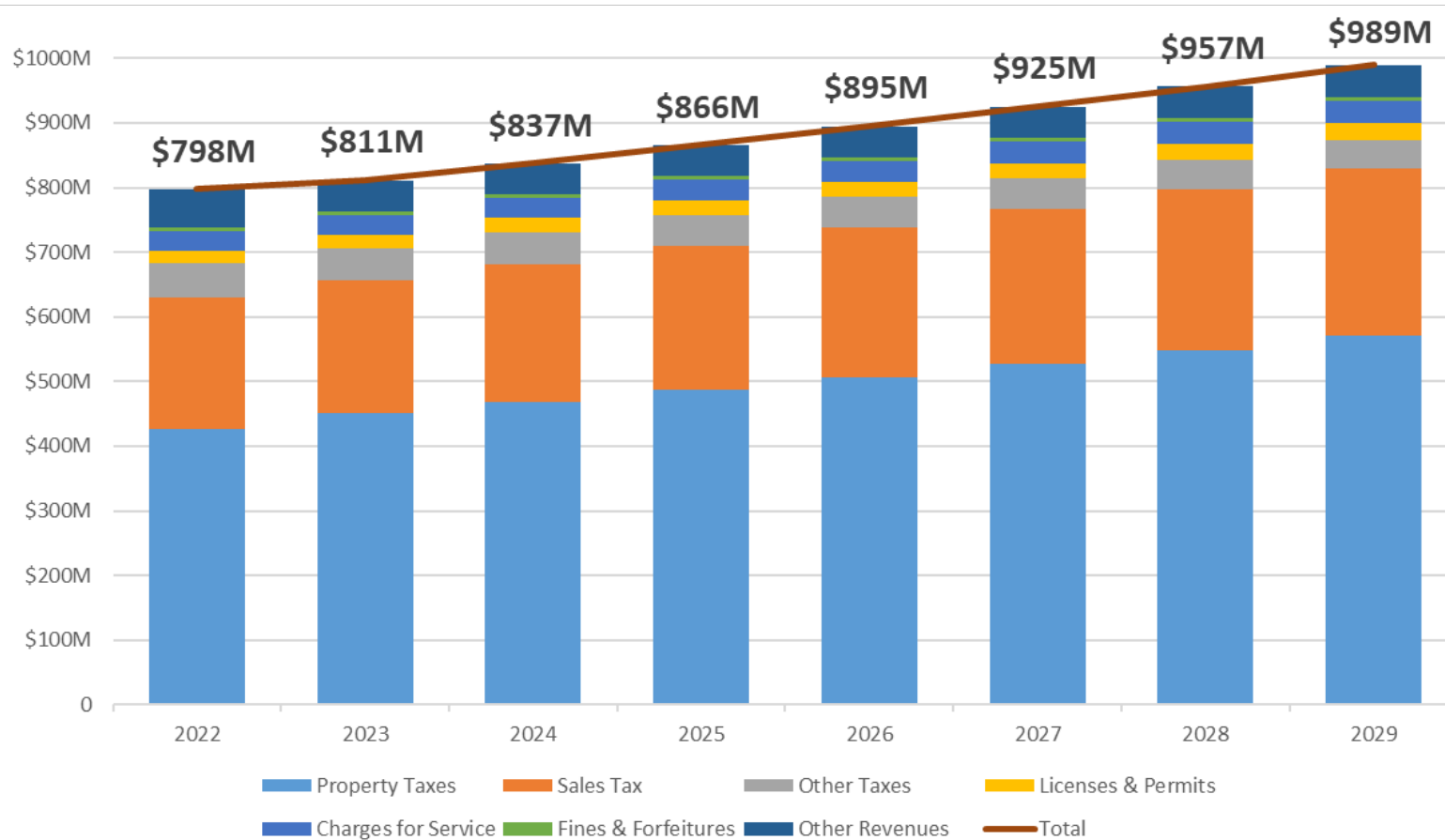


15 Year Avg 1.6%
5 Year Avg 0.8%
10 Year Avg 0.2%
No Growth 0.0%

General Fund 7-Year Revenue Assumptions

- 5.75% Property Tax Revenue Growth in FY23 over FY22 Adopted;
4% Annual Increases in FY24-FY29
 - Economic Development Funds set aside as TIFs expire
- 13% Sales Tax Revenue Growth in FY23 over FY22 Adopted;
4% Annual Increases in FY24-FY29
- 0% Other Revenue Growth
 - Moderate decrease in Other Tax Revenue (Franchise Fees) **offset by**
 - Moderate increase in License & Permits Revenue
 - Moderate increase in Charge for Services
 - Moderate increase in Fines & Forfeitures

General Fund 7-Year Revenue Forecast



General Fund 7-Year Expenditure Assumptions

- Police Meet & Confer Agreement
- Fire Collective Bargaining Agreement
- Compensation (non-sworn) – 4% FY23; 5% FY24-FY29
- Health Insurance – 5% annually
- Includes additional 1.2% pension contribution & risk sharing
- Prior Year Commitments
- Continued implementation of 2018 Bond Program
- Approval of 2022 Bond Program

FY2023 Prior Year Commitments

Current Operations/Decisions	2023	2024	2025	2026	2027	2028	2029
Pension (Add'l 1.2%+)	\$ 5,126,250	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Retiree Health Insurance	73,100	1,034,300	1,086,100	1,140,400	1,197,400	1,257,300	1,320,100
Health Insurance	2,191,000	2,300,500	2,415,500	2,536,300	2,663,100	2,796,300	2,936,100
Pay for Performance	7,902,600	10,371,700	10,890,300	11,434,800	12,006,500	12,606,800	13,237,200
Police Wage/Benefits	3,798,600	3,911,400	5,984,500	6,164,000	6,348,900	6,539,400	6,735,600
Fire Wage/Benefits	4,043,500	4,204,700	4,330,800	4,460,800	4,594,600	4,732,400	4,874,400
Fort Worth Zoo CPI	476,600	371,700	382,900	394,400	406,200	418,400	431,000
Botanic Garden CPI	144,500	112,700	116,100	119,600	123,100	126,800	130,600
Legislative Funding	300,000	(300,000)	310,000	(310,000)	315,000	(315,000)	315,000
380 Agreements	(1,524,096)	1,458,300	193,600	1,533,300	(3,373,600)	(1,216,000)	992,100
Redistricting - Add Two Council Districts	85,000	50,600	6,300	6,600	7,000	7,300	7,700
Mayor/Council Support Staff Updates	220,800	6,600	6,800	7,000	7,200	7,400	7,600
IT Allocations	2,015,643						
Risk Management Allocations	1,158,859						
Move IT to Internal Service Fund	(12,536,800)						
	\$ 13,475,556	\$ 23,522,500	\$ 25,722,900	\$ 27,487,200	\$ 24,295,400	\$ 26,961,100	\$ 30,987,400

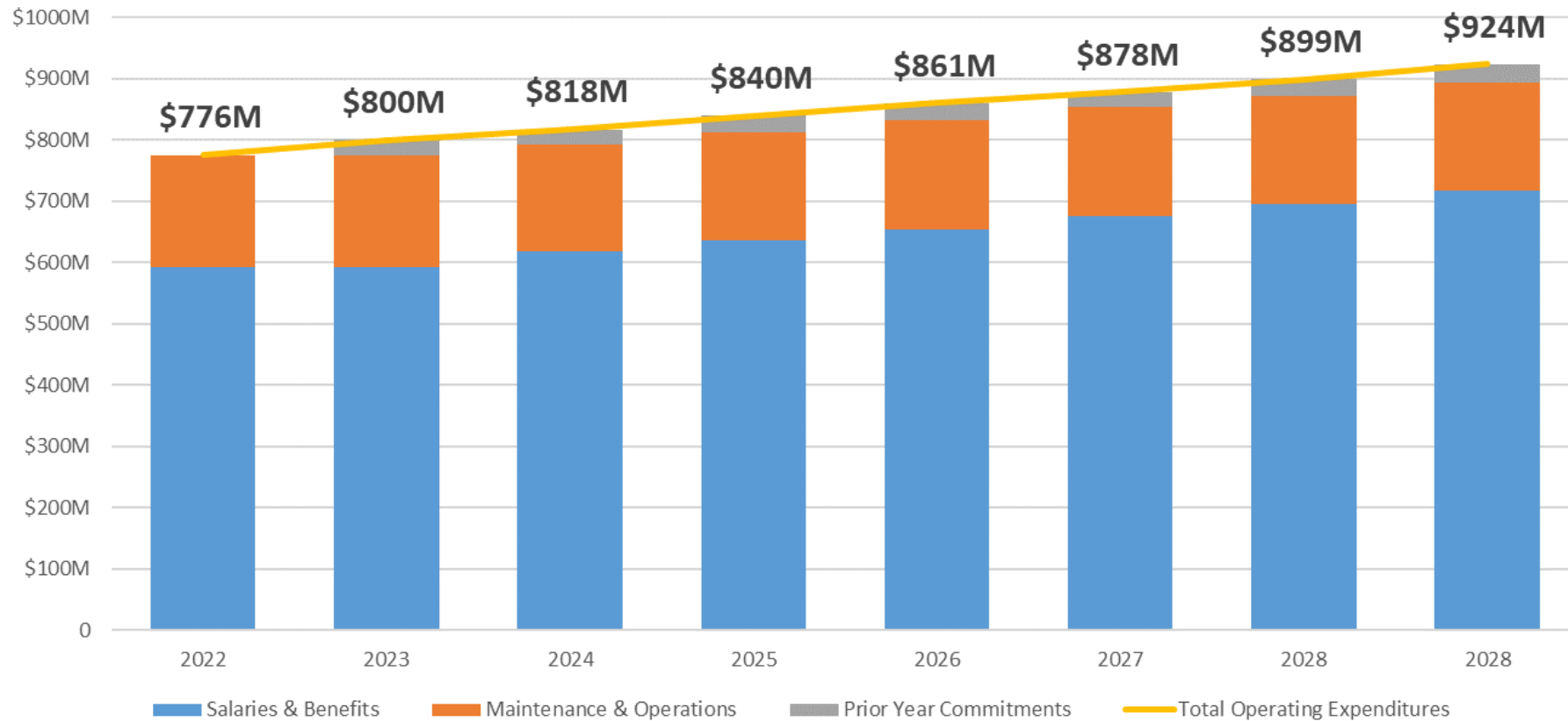
FY2023 Prior Year Commitments

2018 Bond Projects	2023	2024	2025	2026	2027	2028	2029
South Police Patrol	\$ 257,000						
Far Southwest Library	783,800						
Diamond Hill CC	30,800						
Northwest CC		\$ 488,000					
Parks & Trails	129,200						
Fire Station 43	68,700						
SWAT Vehicle Storage	33,700						
Council Chambers Additions	120,800						
	\$ 1,424,000	\$ 488,000	\$ -	\$ -	\$ -	\$ -	\$ -

FY2023 Prior Year Commitments

2022 Bond Projects	2023	2024	2025	2026	2027	2028	2029
Far Northwest Library			\$ 1,595,100				
Stop Six Hub Community Center			54,250				
Fire Station Community Center Replacement				136,460			
Northwest Patrol Facility			38,250				
Fire Station #37 Replacement				-			
Fire Station #16 Replacement				-			
Gateway Park Development				486,000			
Stop Six Aquatic Facility				276,924			
Forest Park Pool Replacement		24,000					
Sycamore Park Development			80,000				
Oak Grove Community Park Development			48,000				
Meadowbrook Golf Course Renovation			127,860				
Echo Lake Park Development			304,000				
Heritage and Paddock Parks Renovation			276,000				
Trail Gap Connections			58,900				
Reserve Neighborhood Park Development			34,365	95,860			
	\$ -	\$ 24,000	\$ 2,616,725	\$ 995,244	\$ -	\$ -	\$ -

General Fund 7-Year Expenditure Forecast



Projected Revenues Over (Under) Expenditures

	2023	2024	2025	2026	2027	2028	2028
Operating Revenues	\$ 811,163,329	\$ 837,477,157	\$ 866,232,845	\$ 895,032,013	\$ 925,215,596	\$ 956,625,530	\$ 989,365,652
<i>Less Operating Expenditures</i>							
Total Operating Expenditures	\$ 795,911,992	\$ 820,058,192	\$ 842,791,542	\$ 863,333,886	\$ 881,042,267	\$ 902,129,642	\$ 926,946,942
Revenues Over/(Under) Expenditures	\$ 15,251,337	\$ 17,418,965	\$ 23,441,303	\$ 31,698,127	\$ 44,173,329	\$ 54,495,888	\$ 62,418,709

FY2023 Budget Schedule

FY2023 Internal Budget Calendar

- January 24 – February 15: City Manager’s Office Budget Preparation
- January – February: Revenue Manual Development
- February 21 – June 4: 5-Year CIP Development, Entry and Review (2023-2027)
- February 24 – June 17: Business Performance Plan Development
- March 7 – April 14: Develop FY2022 Month 5 Forecast
- March 25: FY2023 Budget Kickoff – 1:30 in Council Chambers
- March 28 – June 10: FY2023 Budget Development
- June 7 – August 9: Develop FY2022 Month 8 Forecast
- June 15 – 17: Budget Blitz – FY2023 City Manager’s Office Review
- June 21 – 27: City Manager’s Office Review - Decision Package Consideration
- July 25: Certified Tax Roll Received

FY2023 Schedule of Meetings

Date	Time	
Aug	TBD	City Manager’s Presentation of Recommended Budget <ul style="list-style-type: none"> • FY2023-2027 Capital Improvement Program • FY2023 Annual Operating Budget • Presentation of CCPD Funding Application
Aug	TBD	City Council Budget Work Sessions 1 & 2
Aug	TBD	City Council Budget Work Sessions 3 & 4
Sep 13	6:00pm	FY2023 Budget (Operating & CIP) Public Hearing
Sep 27	10:00am	FY2023 Tax Rate Public Hearing
Sep 27	10:00am	FY2023 Budget and Tax Rate Adoption

FY2023 Budget Calendar

- Specific dates, times and locations for public meetings and outreach events are still being finalized
- Stay tuned to City of Fort Worth channels for the most up to date information

Questions