

City Manager's Proposed Budget

FY 2020/21 Council Budget Workshop

July 21, 2020



Strategic Spending

- Same focus on high-value services
- Spending tied to strategic goals
- Targeted reductions to meet new financial conditions



What is a Successful Budget?

- Conveys accomplishments
- Outlines strategic goals
- Sets framework for:
 - Delivering services
 - Managing resources



This Year's Philosophy

- *Combines:*
 - Strategic Plan
 - Annual Financial Plan
- *Includes:*
 - Operations
 - Capital Improvements

GOAL:
Recovery from a
Position of
Strength

Are We Delivering?



Policy Agenda – Top Priorities

Action	Status
State Legislative Agenda Advocacy	In Progress
City Revenues: Direction	FY 2021
Comprehensive Water Strategy	In Progress
Multipurpose Fields Complex: Direction and Funding	OTH
Heritage Trail East: Land Acquisition	In Progress

Policy Agenda – High Priorities

Action	Status
Kinningham House	On Hold
Northeast Downtown Infrastructure	In Progress
Commercial Redevelopment Plan	In Progress
Performing Arts Facility	On Hold
Downtown Integrated Master Plan	Plans Being Reviewed
Comprehensive Plan 2030: Adoption	In Progress

Management Agenda – Top Priorities

Action	Status
CO's for Major Projects: Issuance	In Progress
Biennial Survey: Completion	Postponed
School Police: SRO Phaseout	In Progress
New Library Building: Design and Cost	Final Design
Nutty Brown Development	In Progress
Kalahari Development: Opening	In Progress

Management Agenda – High Priorities

Action	Status
Fire Station No.10: Funding	Postponed
620 Quarry Storage: Direction	In Progress
Chamber of Commerce Contract: Adoption	Complete
Tower Development Project: Development Agreement	Under Negotiation
The Depot Development	Demolition complete

Introduction & Summary – TAB A

2020/21 Budget Summary

DRAFT

Total Proposal **\$418.7 million**

■ **General Fund** **\$118.1 million**

- Proposed additions

■ **Staff Positions Held Vacant – 23.75**

- General Fund - 23.75 positions
- *FY 2021 Temporary Budget Savings* \$1.9 million
- *FY 2020 Positions held Vacant* - 31.00 positions

■ **Tax Rate, *proposed*** **\$0.42900**

No other rate or fee increases

Budget Drivers

- ***Council goals and direction***
- Economic conditions
- Temporary targeted budget reduction – maintain service levels
- Employee compensation and benefits
- Maintenance of parks, facilities and streets
- Compliance with financial policies

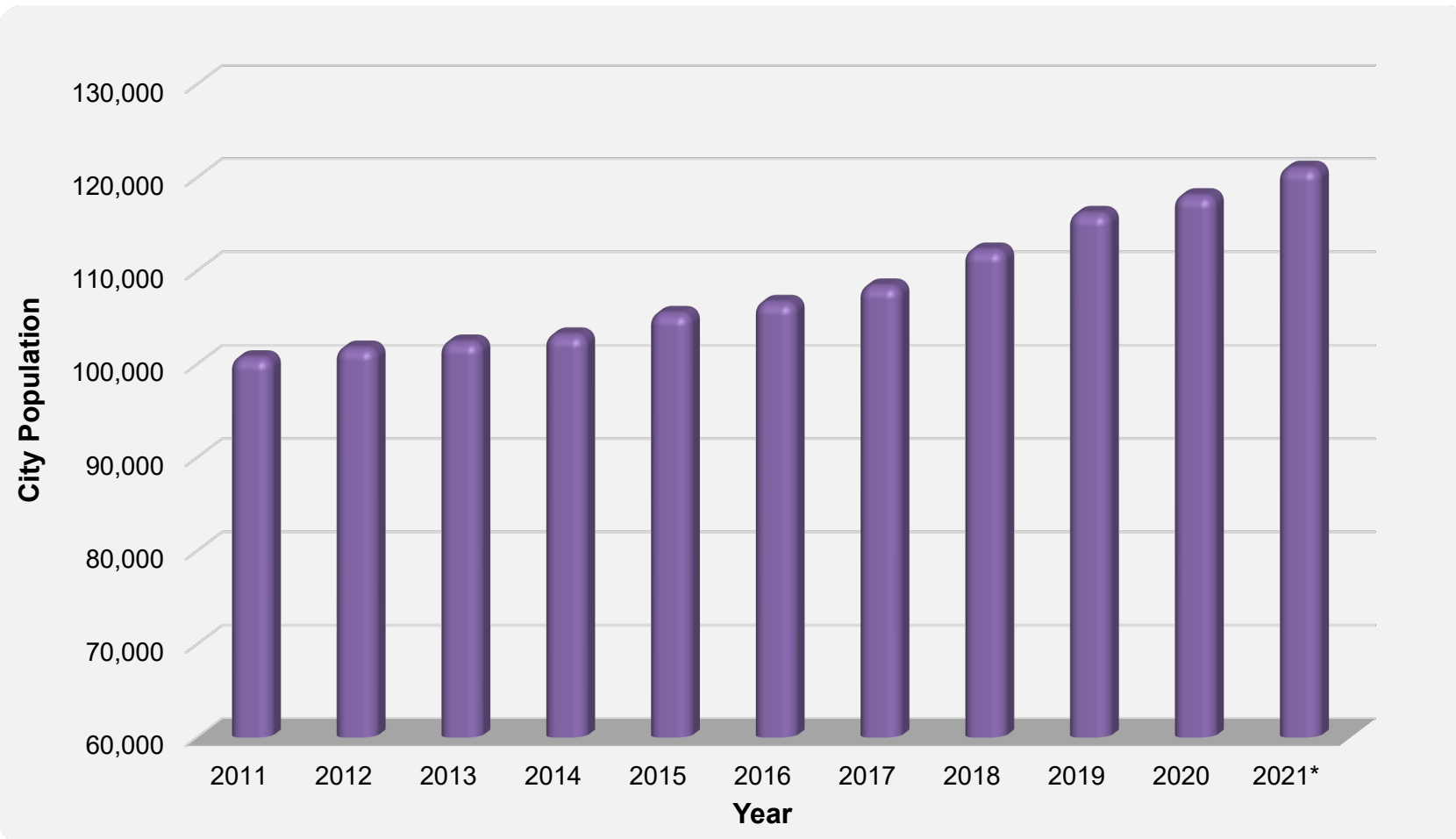


Workbook Walk Through

- Introduction & Summary
- Growth Trends & 5-year GF Projections
- Financial Summaries & Schedules
- Property Values & Taxes
- Personnel & Benefits
- Community Investment Program (CIP)
- Debt
- *Administration*
- *Communications*
- *Finance, Fiscal Support, & GF Legal*
- *Fire*
- *General Services*
- *Human Resources*
- *Information Technology*
- *Library*
- *Parks & Recreation*
- *Planning*
- *Police*
- *Sports Management & Tourism*
- *Transportation*
- *Utilities*
- Supplemental
- Property Tax Calculation Worksheet

Growth Trends – TAB B

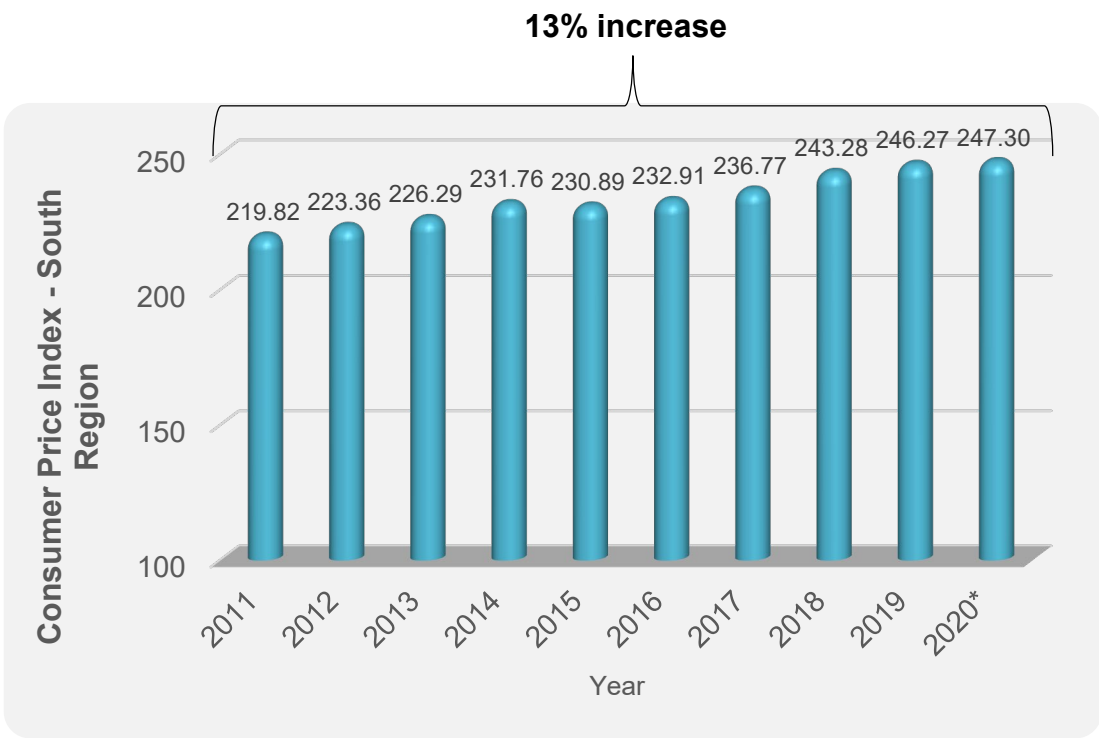
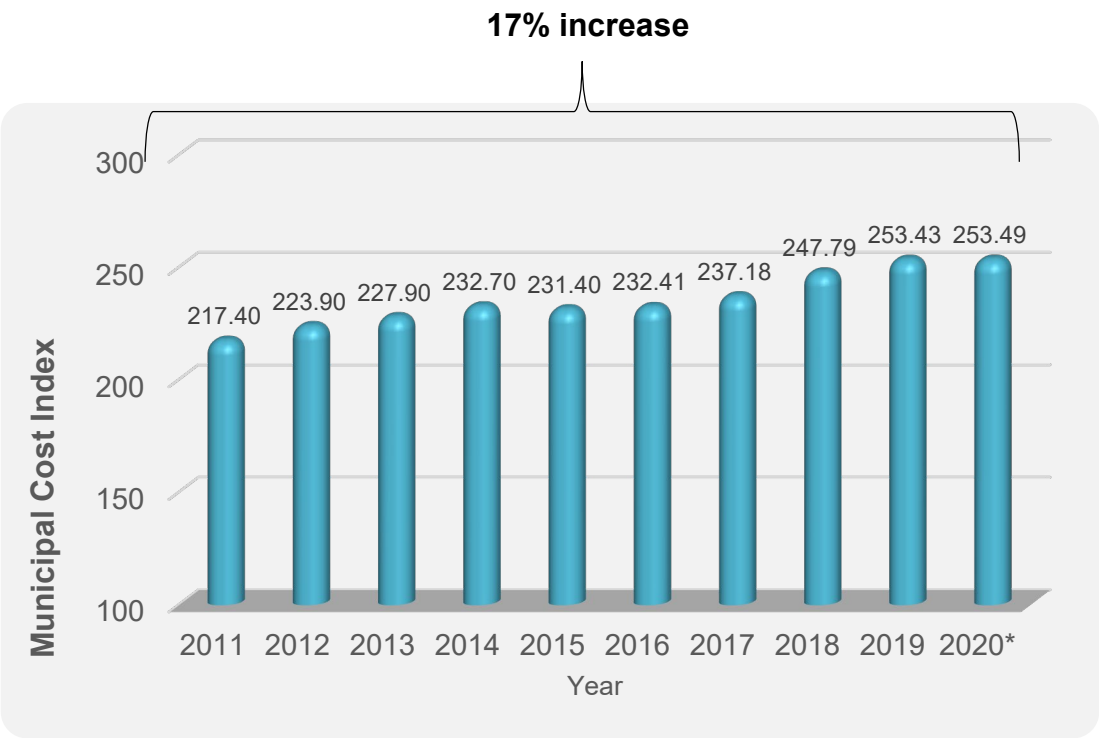
Population



**19.0% increase
from FY 2011 to
FY 2021**

***Observation:
4.2% in past 3
years***

Cost Pressures



Salary Cost Pressures

Position	Entry Level Salary FY 2011	Entry Level Salary FY 2021	Amount of Change	% of Change
Accounting Technician	\$23,858	\$32,552	\$8,694	36.0%
Parks Maintenance Worker	21,757	31,637	9,880	45.0%
Police Officer	47,670	61,441	13,771	29.0%

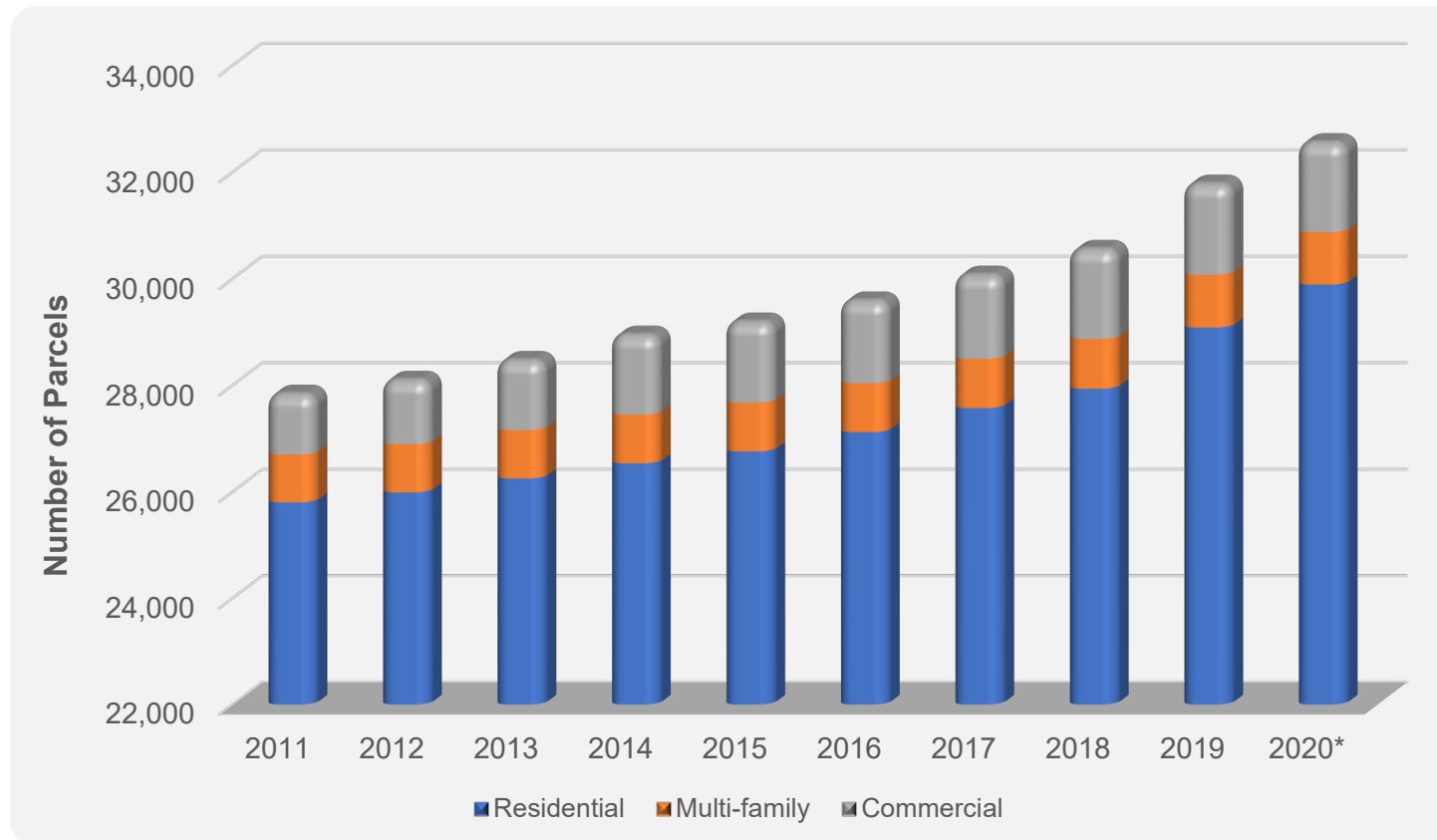
76.5% of General Fund operating costs are for salaries and benefits

Parcels - real property

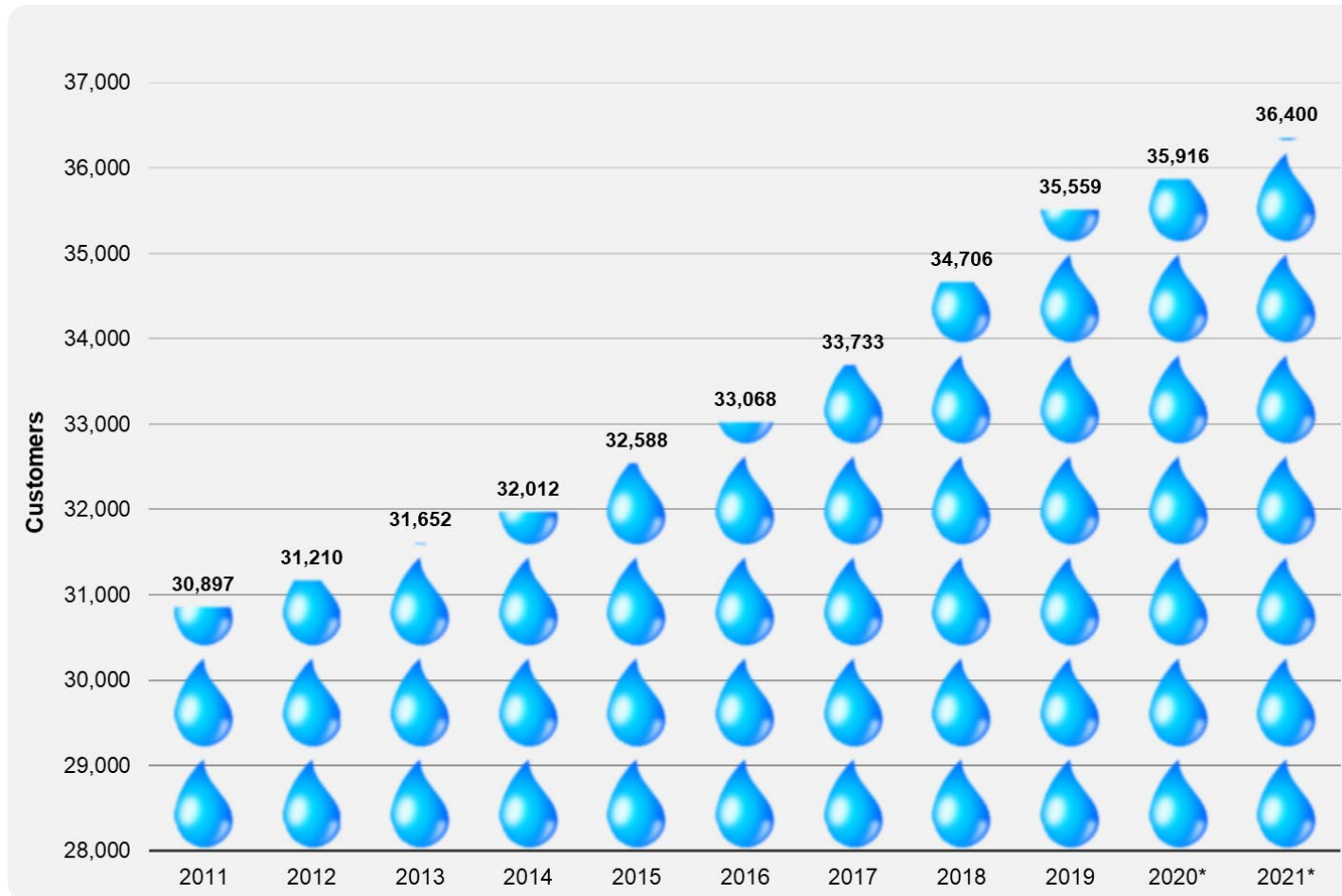
*Added 4,719
new properties
in 10 years*

2020 Counts:

- Residential: 29,892
- Multi-family: 986
- Commercial: 1,674
- **Total: 32,552**



Utility Customers



- 5,503 new customers over 10 years

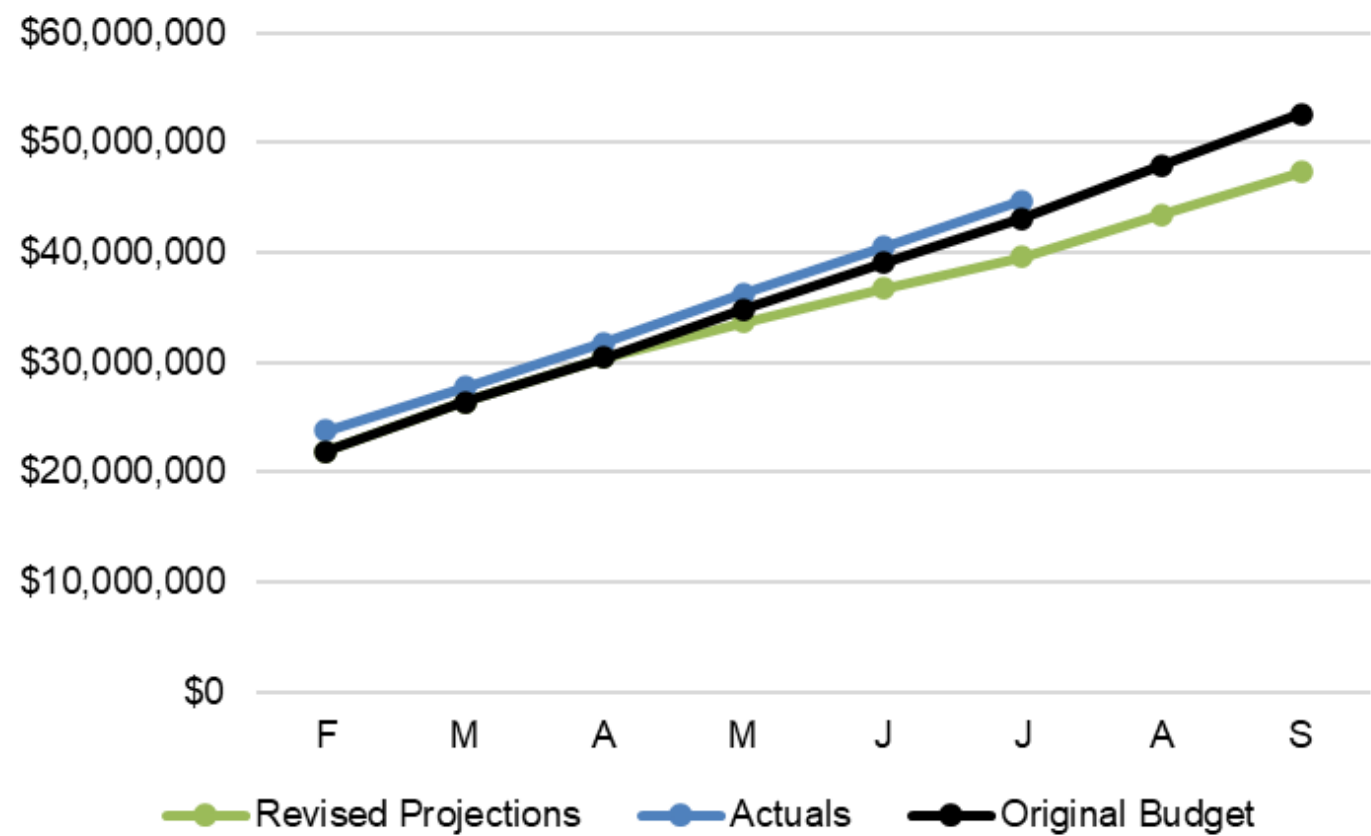
2021 Customers:

- Residential: 34,216
- Non-Res: 2,184
- **Total: 36,400**

Financial Update & Forecast

Tab B – p. 23

General Fund – Sales Tax thru July



- **FY 2020 Reduction** = \$5.3 million
- Sales tax revenue is reported 2 months behind sales
 - July receipts are for May sales
- Monitored by general category
- Trending ahead of revised projections by \$3.5 million
- July sales tax receipts down 6.9%, but *retail sales taxes* up 5.5% from prior year

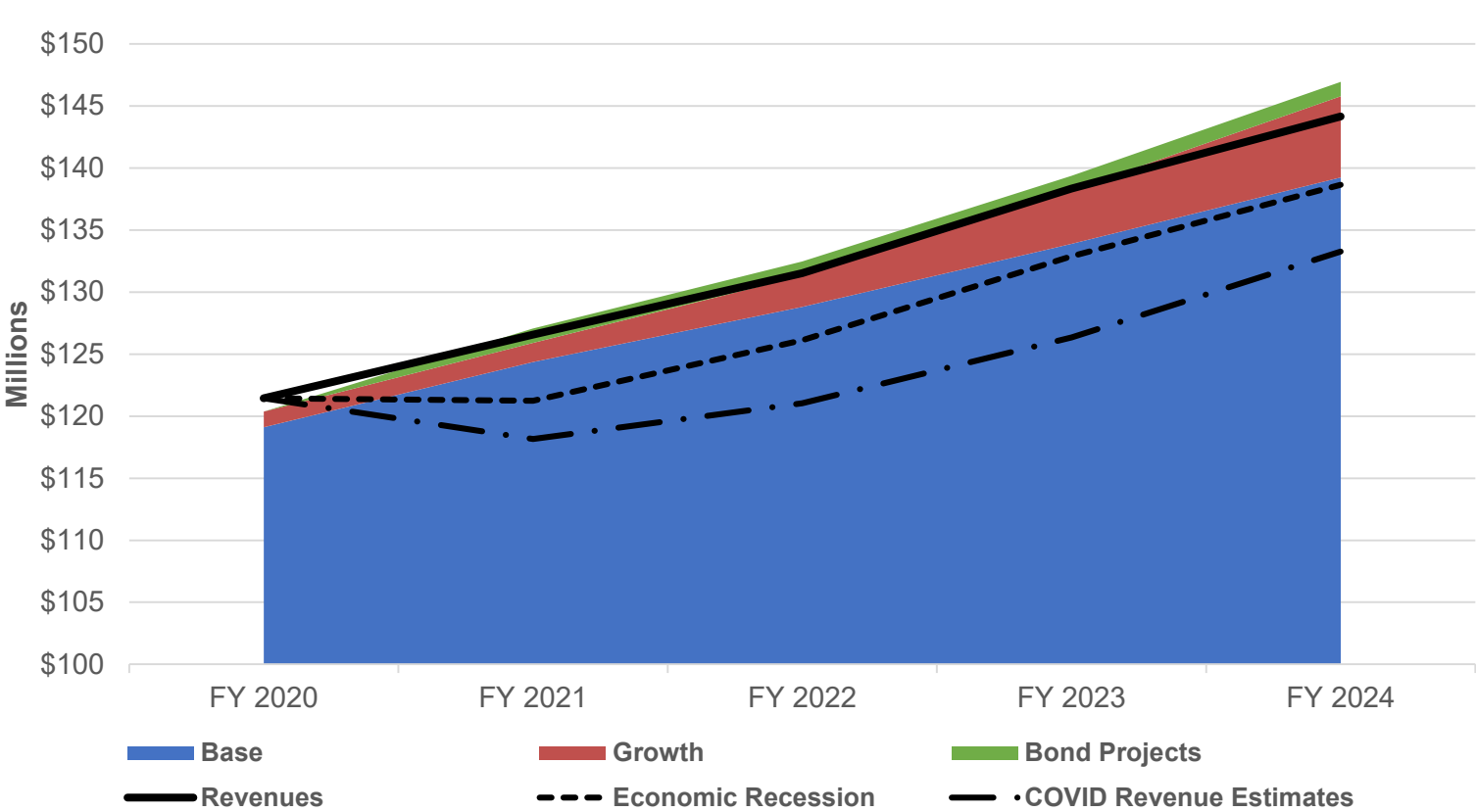
One Year Ago – Outlook and Plan

What if...

Economic Recession in FY 2021

Or...

Unknown cost or economic issue



COVID Pandemic & Economy

- Duration & recovery still unknown

Sales Tax

- Dell decline in FY 2022 due to CPA rule change

Future Needs

- Restore and/or reprioritize base budget reductions
- Keep up with growth – maintain core services
 - Maintain competitive salaries and benefits
 - Police staffing
 - Transportation
 - Fire Station #10 – 12 FTEs and \$1.5 million
- Operating costs for bond projects
 - Completed new trails - \$350,000 annually for staff and maintenance
 - New library - \$1 million annually for staff and operations

Future Planning

- Outlook is still difficult to measure
 - Looks more like a reset, not a short temporary drop
 - Closing the gap in FY 22 – FY 25 will be challenging
 - New 5-year planning process will start in coming months
- Must stay vigilant on sales tax reliance
 - Keep dependency on Dell within limits
 - Maintain caution on spending any General Fund surplus
- Keep self financing focus
 - Growth paying for growth
 - Maintain existing assets – streets, parks, vehicles, etc.
- Continue diversifying local economy
- Move quickly as conditions change

Proposal Summary

Overview

- Funding Highlights by Goal – Tab A, p. 7-13
 - As reviewed in briefings
- Proposed Reductions
 - Summaries by General Fund department and type – Tab A, p. 14
 - Details of all changes by department and type – Tab A, p. 14-A
 - Proposed Uses of General SFC – Tab A, p. 15
- Cost Savings & Efficiencies – Tab A, p. 17
 - Always Reimagine, Repurpose, Redefine, Re-evaluate, Restructure



Summary of Changes

Base Budget for 2020/21 \$124,656,821

Budget Reductions by Department (Ongoing Operating Costs)

Administration	(15,457)
Communications	(117,783)
Finance	(107,847)
Fire	(258,416)
Fiscal Support	(994,862)
General Services	(175,632)
Human Resources	(36,513)
Information Technology	(212,518)
Library	(28,805)
Parks & Recreation	(688,309)
Planning	(200,231)
Police	(253,939)
Recycling	508
Transportation	(401,021)
Neighborhood Street Maintenance	(2,816,000)
OSP Maintenance Reserve	(200,000)
Total Reductions	(\$6,506,825)

Total General Fund \$118,149,996

Percentage decrease from base -5.2%

Budget Reductions by Type

Transfers for Neighborhood Streets and Park Maintenance	(3,016,000)
Travel and Training	(342,186)
Overtime	(143,502)
Positions held for all of FY 2021	(1,359,540)
Positions on Hiring Delay	(514,225)
Other Operating Savings	(1,131,372)
Total Reductions	(6,506,825)

Proposal Overview – GSFC, cont.

Adjusted FYE2020 Uncommitted Balance **4,455,669**

City-wide	Facilities Repair & Replacement (FY2021)	500,000
	IT Repair & Replacement	500,000
	Capital Equipment & Replacement Reserve	500,000

PARD	PARD Repair & Replace: Buck Egger Park Improvements	250,000
	OSP - Cy Young Restroom Repair	100,000
	OSP - Baseball/Softball Net and Fence Repairs	75,000

Public Safety	Police Radio Replacement Program (Year 7 of 7)	368,000
	Fire Equipment Replacement Program	250,000
	Police Equipment Replacement Program	350,000

Total New General Self Finance Uses/Designations **\$2,893,000**

Remaining **\$1,562,669**

Carry forward from FYE2019 General Fund **3,000,000**

- On hold pending FY2020 General Fund meeting revised projections

Note: PARD OSP Reserve balance = \$625K

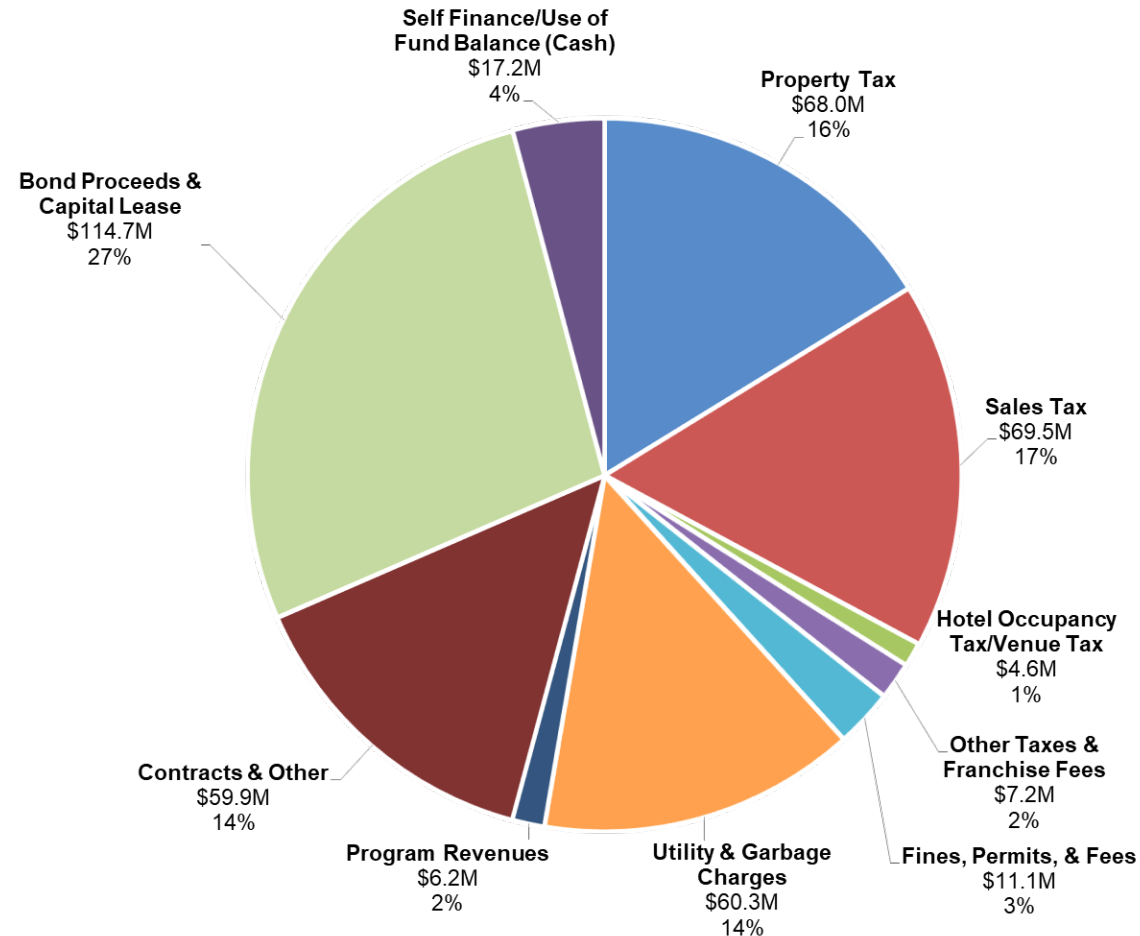
- IT, Facilities & PARD replacements funded at lower level than prior years
- Public safety replacement funding remains level
- GSFC equipment reserve added
- Undesignated funds totaling \$4.6M to provide hedge against lower than expected revenues

Review by Fund – TAB C

All Funds – 2020/21

Sources - Where
the Money
Comes From

\$418.7 million

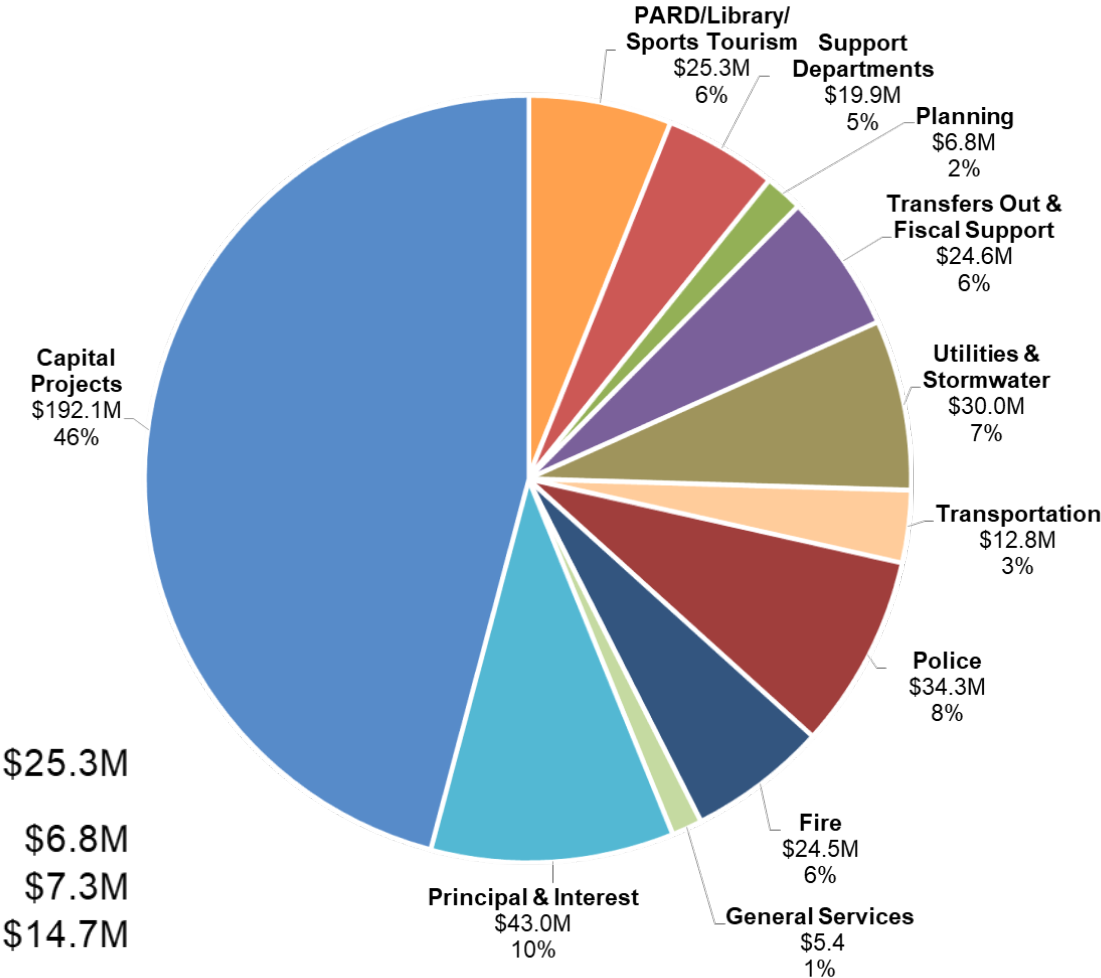


All Funds – 2020/21

Uses -
Where the
Money Goes

\$418.7 million

Support Services Include:
Support Departments (IT, HR,
Finance, Admin, Gen. Svcs, etc.)
Planning
Transfers Out
Fiscal Support



\$26.0 million
below 2019/20
adopted budget

All Funds Summary

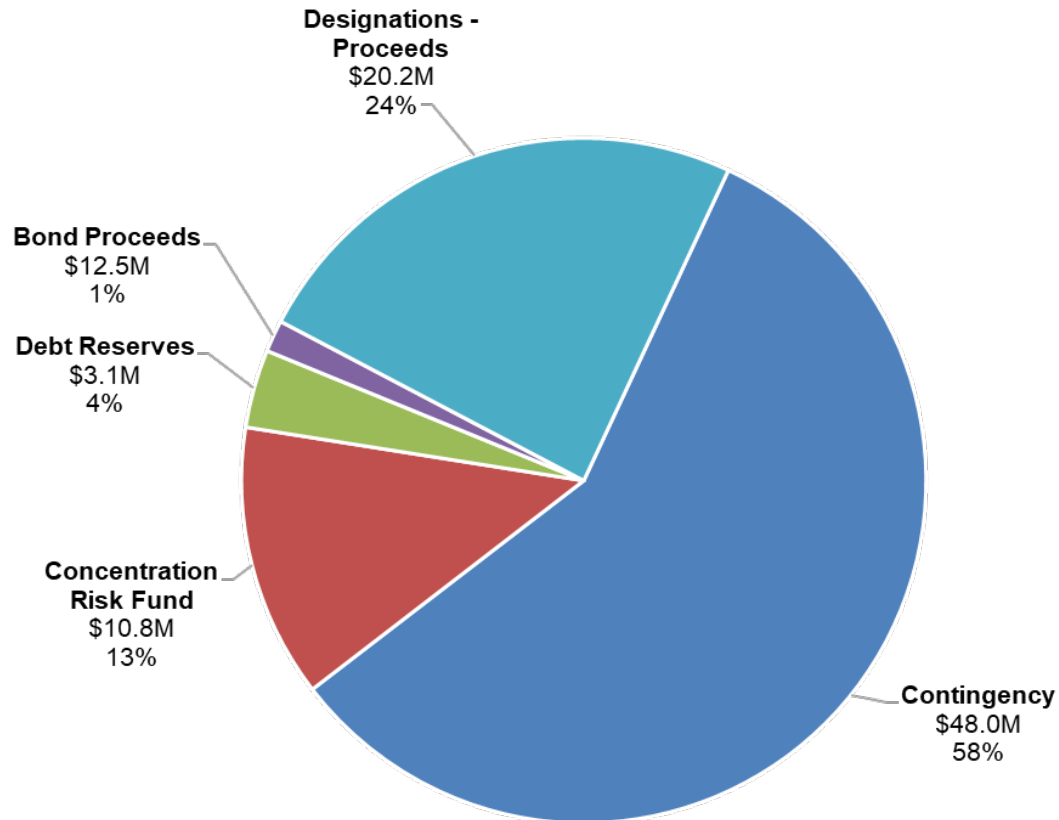
ALL FUNDS SCHEDULE

	Total Budget	General Fund	General Capital Projects & Equipment	Debt Service Fund	Utility Fund	Stormwater Fund	Type B Fund	HOT Fund	Sports Center Fund	Special Revenue & Other Funds	
Estimated Fund Balance/Working Capital	\$246,385,341	\$47,352,051	\$24,436,429	\$1,931,538	\$129,598,811	\$8,534,565	\$18,232,654	\$3,982,678	\$4,776,513	\$7,540,102	
Revenues & Sources											Revenues & Sources
Property Tax	67,964,717	43,600,000		24,364,717							Property Tax
Sales Tax	69,480,861	47,380,861	3,200,000				18,900,000				Sales Tax
Hotel Occupancy Tax	4,650,066							3,395,231	1,254,835		Hotel Occupancy Tax
Other Taxes & Franchise Fees	7,153,057	7,153,057									Other Taxes & Franchise Fees
Licenses, Permits, & Fees	9,988,273	1,483,273			8,250,000					255,000	Licenses, Permits, & Fees
Service Charges	60,273,153	1,292,920			55,166,268	3,813,965					Service Charges
Program Revenues	6,224,928	2,632,887							875,000	2,717,041	Program Revenues
Fines & Forfeitures	1,072,320	965,320								107,000	Fines & Forfeitures
Contracts & Other	59,853,433	7,544,675	281,000	50,000	12,595,000	290,000	36,889,999	112,373	380,938	1,709,448	Contracts & Other
Bond Proceeds	111,716,859		2,000,000		29,385,000		80,331,859				Bond Proceeds
Capital Lease	3,000,000		3,000,000								Capital Lease
Transfers In	7,294,500	6,107,000	250,000	262,500						675,000	Transfers In
Total Revenues & Sources	408,672,167	118,159,993	8,731,000	24,677,217	105,396,268	4,103,965	136,121,858	3,507,604	2,510,773	5,463,489	Total Revenues
Expenditures & Uses											Expenditures & Uses
Administration	2,989,411	2,030,461					958,950				Administration
Communications	1,824,441	1,162,677						325,764		336,000	Communications
Finance	6,880,440	4,071,814			2,198,483					610,143	Finance
Fire	24,503,816	24,503,816									Fire
Fiscal Support	17,287,377	4,820,023			1,578,654		10,888,700				Fiscal Support
General Services	5,379,382	5,379,382									General Services
Human Resources	1,561,022	1,561,022									Human Resources
Information Technology	5,120,337	5,120,337									Information Technology
Legal Services	1,275,000	1,275,000									Legal Services
Library	3,268,230	3,243,255								24,975	Library
Parks & Recreation	15,313,900	12,929,851								2,384,049	Parks & Recreation
Planning & Development	6,831,017	5,669,042								1,161,975	Planning & Development
Police	34,320,396	34,231,365								89,031	Police
Recycling	266,787	266,787									Recycling
Sports Management & Tourism	6,756,886							1,521,888	1,835,941	3,399,057	Sports Management & Tourism
Transportation	12,751,109	11,885,164					865,945				Transportation
Utilities & Drainage	29,950,365				27,304,902	2,645,463					Utilities & Drainage
Debt Service	42,993,143			24,686,217	10,773,400	558,250	5,966,996	640,500	367,780		Debt Service
Transfers Out	7,294,500				4,930,000	266,000	911,000	937,500	250,000		Transfers Out
Proposed Uses - General SFC	2,893,000		2,893,000								Proposed Uses - General SFC
GSFC - Designated, not yet spent	2,758,015		2,758,015								GSFC - Designated, not yet spent
Fleet Replacement	3,250,000		3,000,000		170,000	80,000					Fleet Replacement
Capital Improvement Projects	183,193,543		9,202,896		77,181,114	5,225,000	90,463,995	701,000	50,000	369,538	Capital Improvement Projects
Total Expenditures & Uses	418,662,117	118,149,996	17,853,911	24,686,217	124,136,553	8,774,713	110,055,586	4,126,652	2,503,721	8,374,768	Total Expenditures
Net Revenues & Sources	(9,989,950)	9,997	(9,122,911)	(9,000)	(18,740,285)	(4,670,748)	26,066,272	(619,048)	7,052	(2,911,279)	Net Revenues
Less Reservations											Less Reservations
Contingency	48,007,032	30,301,909			14,280,022	727,866	1,000,000	796,538	458,985	441,712	Contingency
Concentration Risk Fund	10,770,000	10,770,000									Concentration Risk Fund
Debt Reserves	3,077,367			1,922,538				642,506	512,323		Debt Reserves
Bond Proceeds	1,252,944		1,252,944								Bond Proceeds
Designations - Projects	20,201,060		12,497,905				125,000	816,662	3,000,000	3,761,493	Designations - Projects (2)
Total Reservations	83,308,403	41,071,909	13,750,849	1,922,538	14,280,022	727,866	1,125,000	2,255,706	3,971,308	4,203,205	Total Reservations
Available Ending Fund Balance/Working Capital FYE 2021	153,086,988	6,290,139	1,562,669	-	96,578,504	3,135,951	43,173,926	1,107,924	812,257	425,618	Available Ending Fund Balance/Working Capital

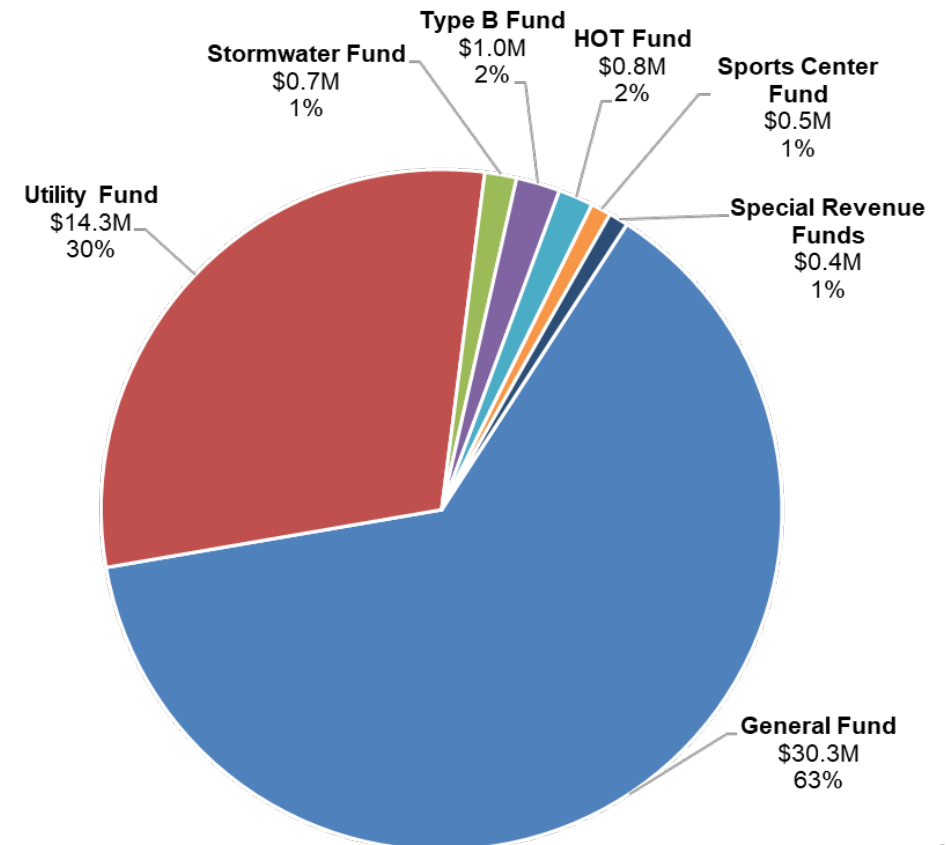
*For governments:
Cash flow
statement – not
income statement*

Reserves & Designations

Balances - \$83.3M



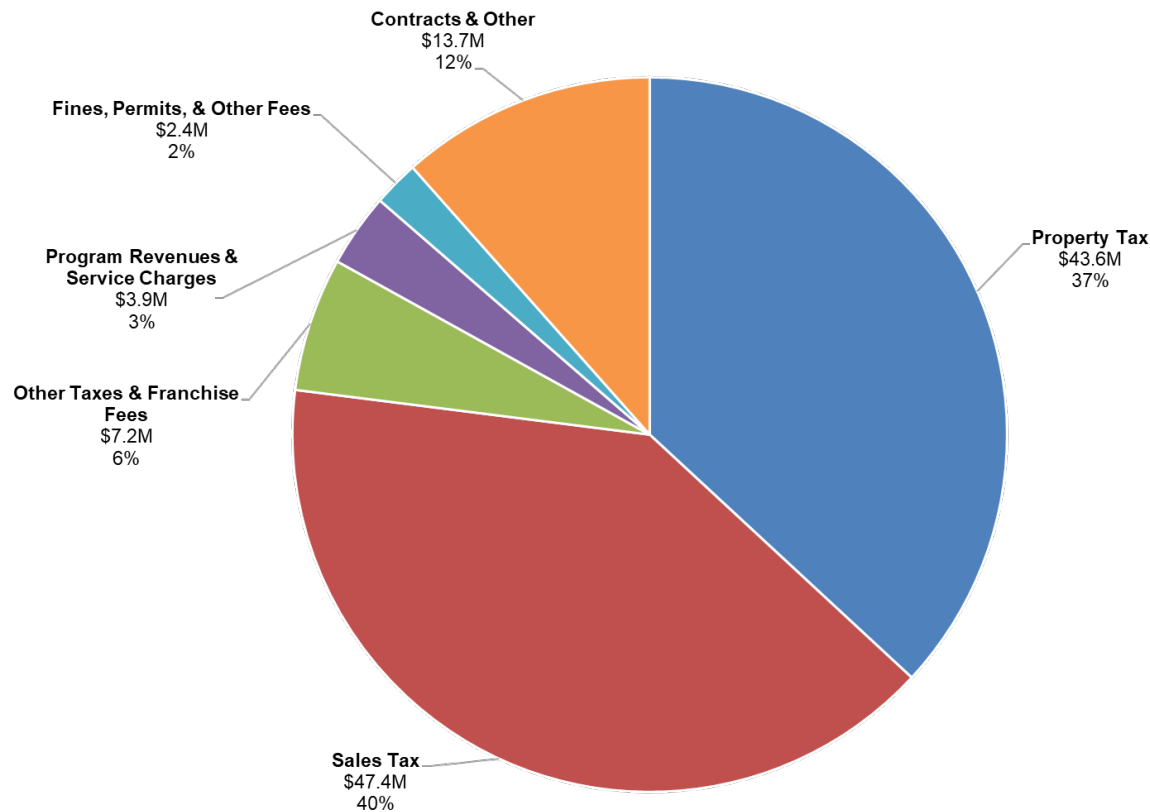
Contingency Breakdown - \$48.0M



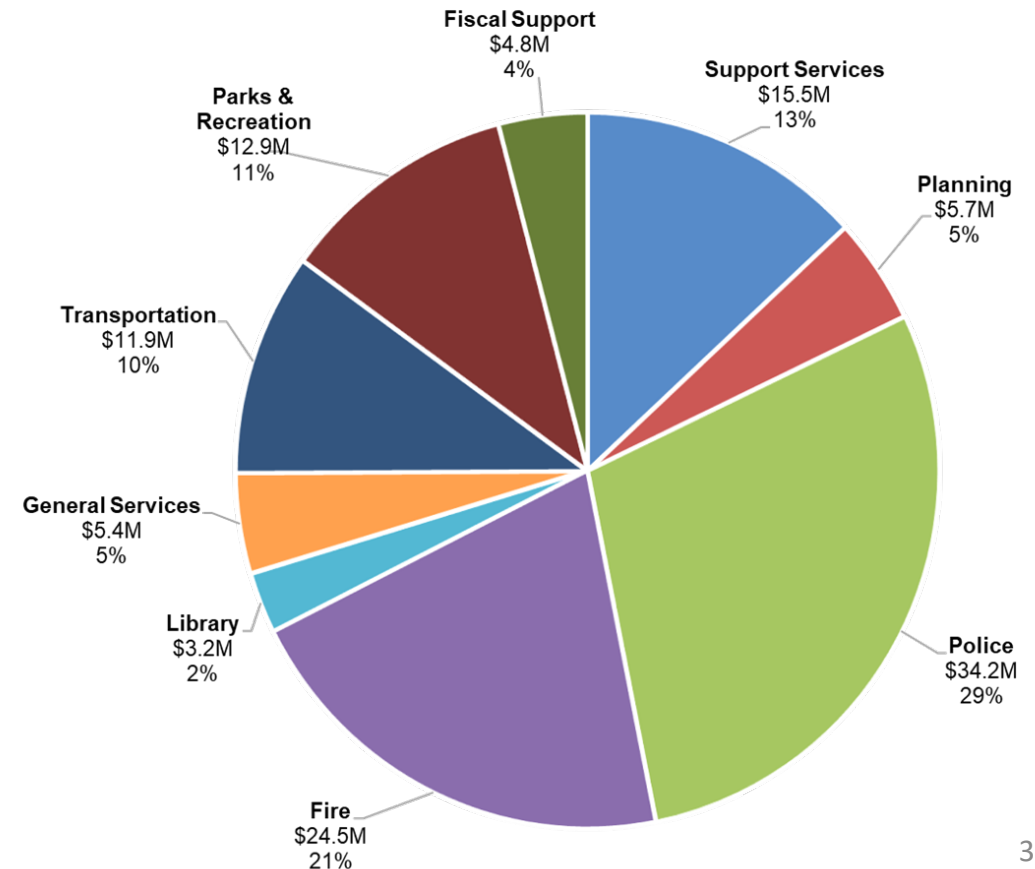
General Fund – 2020/21

Salaries & Benefits
= 76.5%

Sources - \$118.2M



Uses - \$118.1M

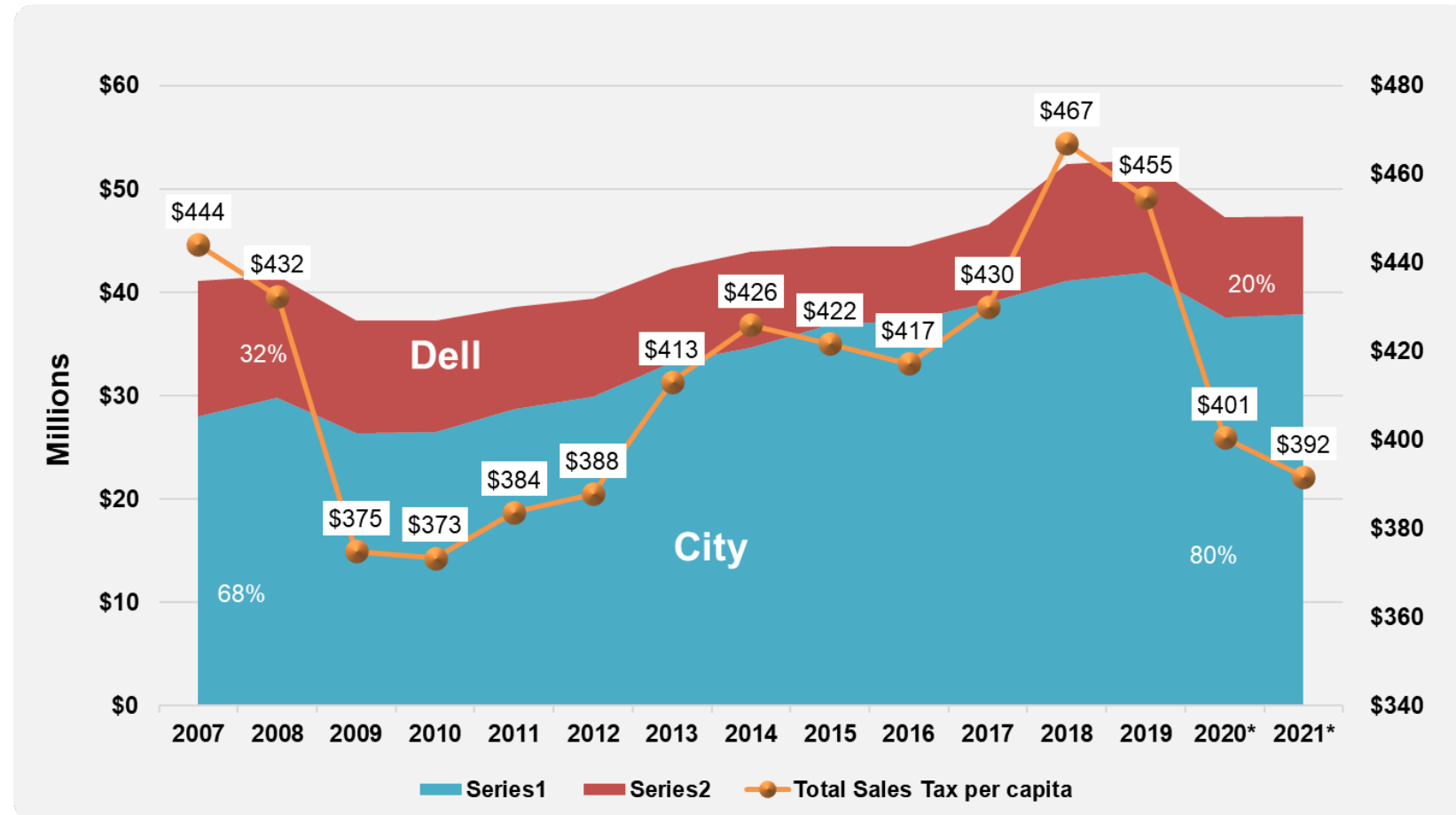


General Fund – 2020/21

On-going revenues	\$118,159,993	Details – Tab C, pg. 36-40
On-going expenditures	(118,149,966)	Details – Tab C, pg. 41
Net revenues	<u>\$9,997</u>	Policy compliance

Sales Tax (General Fund)

NOTE: ½ cent for property tax reduction saves 14.5 cents on property tax rate



Utility Fund

Utility Fund- All					
PRELIMINARY DRAFT - FOR DISCUSSION ONLY					
	18/19 Actual	19/20 Budget	19/20 Projected Actual	20/21 Proposed Budget	21/22 Estimated Budget
Beginning Fund Balance/Working Capital	\$136,031,866	\$125,802,352	\$143,771,898	\$129,598,811	\$110,858,526
Revenues					
Water Service	29,022,075	28,500,000	28,500,000	29,620,483	29,791,907
Water Related Charges	375,627	375,000	375,000	375,000	375,000
Sewer Service	18,385,175	18,300,000	18,300,000	18,766,785	18,917,892
Sewer Service - BCRWWS	2,571,065	3,350,000	3,150,000	4,080,500	5,131,000
Sewer Related Charges	316,903	309,000	309,000	310,000	310,000
Other Charges	2,289,098	1,421,500	1,571,500	2,013,500	1,963,500
Impact Fees	10,893,493	8,250,000	8,000,000	8,250,000	7,500,000
Bond Proceeds	-	-	-	29,385,000	23,970,000
Proceeds-Sale of Assets	63,446	20,000	20,000	50,000	50,000
Contributions from Regional Partners	6,176,336	35,844,200	21,928,692	10,375,000	14,625,000
Investment, Donations & Other Misc	4,424,225	1,058,300	1,610,000	2,170,000	1,350,000
Total Revenues	74,517,443	97,428,000	83,764,192	105,396,268	103,984,299
Operating Expenses					
Utility Billings & Collection	1,940,405	2,147,101	2,182,427	2,198,483	2,254,723
Fiscal Support Services	1,033,513	1,753,401	1,297,443	1,578,654	1,592,499
Utility Administration	1,821,636	2,641,860	2,711,095	2,258,417	2,357,252
Water Treatment Plant	8,182,962	11,542,176	9,823,038	10,315,537	10,416,235
Water Systems Support	2,417,494	-	-	-	-
Water Line Maintenance	2,768,543	3,754,729	4,820,732	4,861,439	5,005,907
Wastewater Treatment Plant	5,763,942	6,165,797	6,165,797	5,977,645	6,142,762
Wastewater System Support	329,726	-	-	-	-
Wastewater Line Maintenance	1,965,602	2,455,140	2,550,265	2,413,368	2,507,175
Environmental Services	562,255	737,572	750,979	628,496	651,698
Administrative Support Services	3,525,000	4,000,250	4,000,250	4,930,000	5,165,000
Issuance Cost	-	-	-	185,000	170,000
Debt Principal & Interest Payment	5,539,750	5,523,000	5,523,000	6,348,400	7,293,000
BCRUA Debt Expense	4,156,957	4,220,000	4,220,000	4,240,000	4,255,000
Regional Water/WW Reimbursable Expense	286,766	183,300	470,000	1,020,000	200,000
Total Operating Expenses	40,294,551	45,124,326	44,515,026	46,955,439	48,011,251
Net Revenue	34,222,892	52,303,674	39,249,166	58,440,829	55,973,048
Capital Costs	26,482,860	71,944,838	53,422,253	77,181,114	76,408,460
Total Expenses	66,777,411	117,069,164	97,937,279	124,136,553	124,419,711
Ending Fund Balance/Working Capital	143,771,898	106,161,188	111,563,202	110,858,526	90,423,114
Fund Reserve (33% of operating expenses)	12,621,324	12,886,846	13,635,000	14,280,022	14,889,101
Available Fund Balance/Working Capital	\$131,150,574	\$93,274,342	\$115,963,202	\$96,578,504	\$75,534,013

- **Cash flow statement – not income basis**
- Available fund balance – planned accumulation and uses include:
 - \$21 M of Impact fees for growth and oversize related water and sewer projects in future years
 - \$45 M to finance BCRUA Phase 2 Deepwater Intake project

Utility Fund => \$124.1 million

- **NO** water rate increase
- **NO** wastewater rate increase
 - no change since 2012
- **Rate study for FY 2022 – 2024**
 - to begin Fall 2020

Stormwater Fund

STORMWATER FUND- ALL		Preliminary Draft - Subject to Change			
		as of: 7/20/2020			
	18/19 Actual	19/20 Budget	19/20 Projected Actual	20/21 Proposed Budget	21/22 Estimated Budget
Beginning Fund Balance/Working Capital	\$13,046,912	\$9,106,176	\$11,238,345	\$8,534,565	\$3,863,817
Revenues & Other Services					
Residential Fees	1,689,294	1,679,494	1,706,181	1,723,243	2,106,892
Commercial Fees	1,958,364	1,964,668	2,070,022	2,090,722	2,601,783
Interest Income	304,384	70,000	70,000	100,000	50,000
Proceeds-Sale of an Asset	45,459	-	-	-	-
Bond Proceeds	-	-	-	-	6,180,000
Investment, Donations & Other Misc	206,600	675,000	882,000	30,000	30,000
Regional Detention Fees	198,717	160,000	165,000	160,000	160,000
Total Revenues	4,402,818	4,549,162	4,893,203	4,103,965	11,128,675
Operating Expenses					
Operations	1,359,407	1,833,107	1,833,107	1,890,445	2,027,415
Engineering	549,058	796,749	796,749	755,018	788,092
Administrative Support Services	250,000	258,000	258,000	266,000	274,000
Issuance Cost					180,000
Debt Principal & Interest Payment	565,131	561,731	561,750	558,250	980,750
Total Operating Expenses	2,723,596	3,449,587	3,449,606	3,469,713	4,250,257
Net Revenue	1,679,222	1,099,575	1,443,597	634,252	6,878,418
Capital Replacement	105,613	290,000	290,000	80,000	205,000
Capital Costs (5yr CIP)	3,382,176	4,160,000	3,857,377	5,225,000	6,415,000
Total Expenses	6,211,385	7,899,587	7,596,983	8,774,713	10,870,257
Ending Fund Balance/Working Capital	11,238,345	5,755,751	8,641,355	3,863,817	4,122,235
Reserves (25% of operating expenses)	539,616	721,964	721,964	727,866	772,377
Available Fund Balance/Working Capital	10,698,729	5,033,787	7,919,391	3,135,951	3,349,858

Stormwater => \$8.8 million

- No rate increase proposed for FY 2021
- Rate increase and debt needed for CIP in FY 2022 to FY 2025
 - Rates and CIP to be presented for review and discussion during FY 2021

HOT Fund – 7%

City of Round Rock Hotels Occupancy Tax Funds (HOT) - 7%					DRAFT - Subject to Change			
Hotel Occupancy Tax Fund	FY 2019 Actual	FY 2020 Adopted Budget	FY 2020 Projected Actual	FY 2021 Proposed Budget	FY 2022 Estimated Budget	FY 2023 Estimated Budget	As of: FY 2024 Estimated Budget	07/16/20 FY 2025 Estimated Budget
Beginning Fund Balance/Working Capital	\$6,447,726	\$2,516,062	\$5,587,787	\$3,982,678	\$3,363,630	\$2,615,377	\$2,224,587	\$2,171,567
Revenue								
Hotel Occupancy Tax	4,669,796	4,300,000	2,340,000	3,395,231	3,497,088	3,602,001	3,710,061	3,821,362
Program Revenue	17,766		-	11,904	12,142	12,385	12,633	12,885
Interest Income	122,914	35,000	28,000	10,469	10,678	10,892	11,110	11,332
Event Trust Fund Reimbursements	97,950	90,000	66,000	90,000	91,800	93,636	95,509	97,419
Contributions - Stagecoach Inn								
Transfers In	368,580		-	-				
Total Revenue	5,277,006	4,425,000	2,434,000	3,507,604	3,611,708	3,718,913	3,829,312	3,942,999
CVB Operating								
Personnel	337,714	359,376	343,676	385,393	400,809	416,841	433,515	450,855
Contractual Services	504,049	666,250	412,250	531,850	537,169	542,540	547,966	553,445
Materials & Supplies	4,771	30,176	30,176	10,100	10,201	10,303	10,406	10,510
Other Services & Charges	513,081	742,545	346,645	504,545	509,590	514,686	519,833	525,032
Total CVB Operating	1,359,615	1,798,347	1,132,747	1,431,888	1,457,769	1,484,371	1,511,720	1,539,842
Arts Operating	277,102	396,236	342,109	325,764	333,908	342,256	350,812	359,583
Operating, Debt Service, Transfers & Other								
Transfer - OSP Multi-Purpose Complex	675,000	675,000	675,000	675,000	675,000	675,000	675,000	675,000
Transfer to Debt Service Fund for MPC Debt	262,500	262,500	262,500	262,500	262,500	262,500	262,500	262,500
Property Insurance	39,425	45,000	45,000	45,000	45,000	45,000	45,000	45,000
Contingency	1,250	45,000	45,000	45,000	45,000	45,000	45,000	45,000
Dell Diamond Capital Repair	346,724	292,565	274,328	250,000	317,458	250,000	250,000	250,000
Dell Diamond Capital Improvement Fund	94,574	183,888	49,000	151,000	183,888	100,000	100,000	100,000
Debt Service	1,012,805	638,925	638,925	640,500	638,700	641,000	642,300	642,600
Total Operating, Debt Svc, Transfers & Other	2,432,278	2,142,878	1,989,753	2,069,000	2,167,546	2,018,500	2,019,800	2,020,100
Total Operating Expenditures	4,068,995	4,337,461	3,464,609	3,826,652	3,959,223	3,845,126	3,882,332	3,919,525
Net Ongoing Revenues	1,208,011	87,539	(1,030,609)	(319,048)	(347,514)	(126,213)	(53,020)	23,474
Capital, Transfers & Other								
Capital Improvements - Dell Diamond	1,212,690	610,641		300,000	400,739	264,577	-	-
Reimburse GSFC for MPC	741,098			-	-	-	-	-
Old Settlers Park Infield Replacement	78,235							
Capital Projects	35,927		574,500					
Total Capital, Transfers & Other	2,067,950	610,641	574,500	300,000	400,739	264,577	-	-
Total Expenditures	6,136,945	4,948,102	4,039,109	4,126,652	4,359,962	4,109,703	3,882,332	3,919,525
Ending Fund Balance/Working Capital	5,587,787	1,992,960	3,982,678	3,363,630	2,615,377	2,224,587	2,171,567	2,195,040
Fund Reserve (25% of operating expense)	764,048	924,634	706,421	796,538	830,131	801,032	810,008	819,231
Debt Service Reserve - per bond covenant (5)	642,506	642,506	642,506	642,506	642,506	641,000	642,300	642,600
Dell Diamond Fund Balance Reserve	1,232,963	-	1,167,662	816,662	264,577			
Available Fund Balance/Working Capital	2,948,271	425,820	1,466,089	1,107,924	878,163	782,555	719,259	733,209

HOT- Revenues

- Hotel Occupancy Taxes – reduced from \$4.6M to \$3.4M
 - Strong reserves and excess fund balance
 - Occupancy rates are trending upward but well below pre-COVID level
 - Projecting very slow rebound over 5-year outlook
- Current room count –3,381
 - In the pipeline:
 - Under construction –353
 - *Embassy Suites (165 rooms)*
 - *Avid Hotel (89 rooms) & La Quinta (99 rooms)*
 - Kalahari – 975
 - All 7% HOT revenues go to incentives

HOT Fund - Operating


- CVB Operations \$1.4 million
- Arts \$326,000
 - Minimum 5% of net HOT revenues by policy
 - FY 2021 proposed = 9.6%
- Support Multipurpose Complex \$937,500
 - \$675,000 operating transfer and \$262,500 debt payments
 - Target debt & operating contribution = 50%

HOT Fund – Capital/Debt

- Dell Diamond annual maintenance \$350,000
 - Per contract
- Dell Diamond CIP \$300,000
- Annual debt payments \$641,000
 - Pays off in FY 2025
 - Original debt issue = \$8.6 million
- Deficit for FY 2021 (use excess fund balance) \$319,000
 - Debt and operating reserves remain fully funded

Sports Center

City of Round Rock Hotels Occupancy Tax Funds (Sports Center, Fund 715)



DRAFT - for Discussion Purposes Only

As of: 7/10/2020

Sports Center Fund	FY 2019 Actual	FY 2020 Revised Budget	FY 2020 Projected Actual	FY 2021 Proposed Budget	FY 2022 Estimated Budget	FY 2023 Estimated Budget	FY 2024 Estimated Budget	FY 2025 Estimated Budget
Beginning Fund Balance	\$4,743,692	\$5,095,408	\$5,293,160	\$4,776,513	\$4,783,565	\$4,740,280	\$4,693,779	\$4,644,943
Revenue								
Hotel Occupancy Tax - Venue Tax	1,330,651	675,000	675,000	981,339	1,000,966	1,020,985	1,041,405	1,062,233
Venue Tax- Kalahari				273,496	622,340	684,574	753,031	828,335
Interest Income	119,370	55,000	55,000	74,938	76,437	77,966	79,525	81,116
Facility Rental	1,016,498	590,000	590,000	875,000	892,500	910,350	928,557	947,128
Concessions/League Fees	328,380	135,000	135,000	300,000	306,000	312,120	318,362	324,730
Donations/Sponsorships	14,323	15,000	15,000	6,000	6,120	6,242	6,367	6,495
Total Revenue	2,809,222	1,470,000	1,470,000	2,510,773	2,904,363	3,012,237	3,127,248	3,250,036
Sports Center Operating								
Personnel	1,209,932	1,054,696	1,054,696	1,268,068	1,318,791	1,371,542	1,426,404	1,483,460
Contractual Services	235,941	220,067	220,067	246,642	299,608	303,109	306,145	309,206
Materials & Supplies	349,405	266,567	266,567	276,513	300,778	304,001	307,043	310,113
Other Services & Charges	77,322	47,768	47,768	44,718	59,665	60,407	61,012	61,622
Total Sports Center Operating	1,872,600	1,589,098	1,589,098	1,835,941	1,978,842	2,039,059	2,100,604	2,164,402
Debt Service, Transfers & Other								
Transfer to Debt Svc	368,580	371,030	371,030	367,780	368,805	369,680	365,480	366,205
Total Operating Expenditures	2,241,180	1,960,128	1,960,128	2,203,721	2,347,647	2,408,739	2,466,084	2,530,607
Net Ongoing Revenues	568,042	(490,128)	(490,128)	307,052	556,715	603,499	661,164	719,428
Capital & Transfers:								
Repayment to GSFC				250,000	550,000	600,000	660,000	710,000
Machinery & Equipment		23,519	23,519	50,000	50,000	50,000	50,000	50,000
Capital Improvements - Expansion Study	18,574	3,000	3,000					
Total Capital & Transfers	18,574	26,519	26,519	300,000	600,000	650,000	710,000	760,000
Total Expenditures	2,259,754	1,986,647	1,986,647	2,503,721	2,947,647	3,058,739	3,176,084	3,290,607
Ending Fund Balance/Working Capital	5,293,160	4,578,761	4,776,513	4,783,565	4,740,280	4,693,779	4,644,943	4,604,371
Fund Reserve (25% of operating expense)	468,150	397,275	397,275	458,985	494,711	509,765	525,151	541,101
Debt Svc Reserve - per Bond Covenant		512,323	512,323	512,323	512,323	512,323	512,323	512,323
Capital Replacement Fund	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Available Fund Balance/Working Capital	\$1,825,010	\$669,163	\$866,915	\$812,257	\$733,246	\$671,691	\$607,469	\$550,947

Sports Center

- Venue tax – 2%, reduced from \$1.3M to \$1.0M
 - Fully self supporting with facility revenues in FY 2021
 - Kalahari will generate additional venue tax revenues once opened in November 2020
 - Begin to repay GSFC in FY 2021, total owed \$7.3 million
- Annual Debt Payments - \$367,780
 - \$7.7 million original debt for \$22M center
 - Pays off in FY 2038
- Capital replacement reserve fully funded at \$3.0 million
- Debt and operating reserves remain fully funded

Multipurpose Complex

City of Round Rock Multipurpose Field Complex Fund (Fund 740)								
	FY 2019 Actual	FY 2020 Adopted Budget	FY 2020 Projected Actual	FY 2021 Proposed Budget	FY 2022 Estimated Budget	FY 2023 Estimated Budget	FY 2024 Estimated Budget	FY 2025 Estimated Budget
Beginning Fund Balance	1,258,457	1,258,457	1,615,931	1,444,034	\$1,467,330	\$1,483,738	\$1,493,150	\$1,495,457
Revenue								
Tournament Revenues	263,350	205,000	160,000	159,586	165,969	172,608	179,513	188,488
Local Field Rentals	321,535	325,000	150,000	290,000	301,600	313,664	326,211	342,521
Program Revenues	47,261	30,000	15,000	35,244	36,654	38,120	39,645	41,627
Concessions	96,725	40,000	40,000	59,882	62,277	64,768	67,359	70,727
Secondary Revenues	5,610	5,000	5,000	2,400	2,496	2,596	2,700	2,808
Interest Income	43,946	25,000	20,000	18,032	18,393	18,760	19,136	19,518
Transfer from HOT Fund	675,000	675,000	675,000	675,000	675,000	675,000	675,000	675,000
Transfer from General Fund	-	-	-	-	-	-	-	-
Total Revenue	1,453,427	1,305,000	1,065,000	1,240,144	1,262,389	1,285,517	1,309,562	1,340,689
Operating								
Personnel	450,871	627,871	549,271	582,157	605,443	629,661	654,847	681,041
Contractual Services	153,112	186,811	170,811	167,791	169,469	171,164	172,875	174,604
Materials & Supplies	407,406	411,100	397,915	392,800	396,728	400,695	404,702	408,749
Other Services & Charges	29,094	28,100	29,000	24,100	24,341	24,584	24,830	25,079
<i>Total MPF Operating</i>	<i>1,040,483</i>	<i>1,253,882</i>	<i>1,146,997</i>	<i>1,166,848</i>	<i>1,195,981</i>	<i>1,226,104</i>	<i>1,257,255</i>	<i>1,289,473</i>
Capital, Debt Service, Transfers & Other								
Capital Outlay	55,470	50,000	89,900	50,000	50,000	50,000	50,000	50,000
Natural Grass Re-Sod								
<i>Total Capital, Debt Svc, Transfers & Other</i>	<i>55,470</i>	<i>50,000</i>	<i>89,900</i>	<i>50,000</i>	<i>50,000</i>	<i>50,000</i>	<i>50,000</i>	<i>50,000</i>
Total Expenditures	1,095,953	1,303,882	1,236,897	1,216,848	1,245,981	1,276,104	1,307,255	1,339,473
Net Revenues	357,474	1,118	(171,897)	23,296	16,408	9,413	2,307	1,216
Ending Fund Balance/Working Capital	1,615,931	1,259,575	1,444,034	1,467,330	1,483,738	1,493,150	1,495,457	1,496,674
MPF Synthetic & Sod Replacement	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000
Fund Reserve (25% of operating expenses)	260,121	313,471	313,471	291,712	298,995	306,526	314,314	322,368
Available Fund Balance/Working Capital	\$605,810	\$196,104	\$380,563	425,618	\$434,743	\$436,624	\$431,143	\$424,306

Multipurpose Complex

• Revenues	
• Operating Revenues (48%)	\$565,000
• Transfer In from HOT Fund	\$675,000
• Total Annual Operating Costs	\$1,217,000
• Fund is Self Supporting in FY 2021	
• Synthetic & Sod Field Replacement Reserve	\$750,000
• Operating Reserve	\$292,000

RRTEDC – Type B

City of Round Rock Type B Funds							
5 Year Estimated Available				Draft - for Discussion Purposes Only			
	Actual FY2019	Projected FY2020	Estimated FY2021	Estimated FY2022	Estimated FY2023	Estimated FY2024	Estimated FY2025
As of:						7/8/2020	
Beginning Fund Balance	33,023,307	49,179,277	18,232,654	44,298,926	14,839,163	9,931,448	11,018,187
Revenue							
Sales Tax and Estimated Sales Tax	21,227,616	17,900,000	18,900,000	19,278,000	19,663,560	20,056,831	20,457,968
Interest	870,570	500,000	500,000	300,000	300,000	200,000	200,000
Grant Proceeds	988,576	551,948	1,219,198				
Donations/contributions	1,298,391						
CAMPO Funding			27,106,320	920,396			
WilCo. Participation - County Road 112 West		250,000	1,000,000	3,725,000	5,600,000	3,000,000	2,675,000
WilCo. Participation - Kenney Ft. Blvd. 2-3	500,409	100,000	96,756				
WilCo. Participation - Old Settlers Blvd		750,000	1,550,000	3,350,000	2,125,000	1,250,000	
WilCo. Participation - RM620	2,000,000						
WilCo. Participation - Roundville Ln	598,631						
WilCo. Participation - University Blvd			2,500,000				
WilCo. Participation - University East		321,050	1,313,685	1,685,265			
WilCo. Participation - Wyoming Springs		320,000	240,000	440,000	2,000,000	2,000,000	2,000,000
Transportation CD Bond Proceeds	30,329,190	30,000,000	30,000,000	30,000,000	20,000,000		
Other	4,908						
Total Revenue	57,818,291	50,692,998	84,425,959	59,698,661	49,688,560	26,506,831	25,332,968
Transportation Expenditures							
TCIP Projects	22,358,879	36,211,611	85,979,137	71,780,180	47,575,200	22,450,000	19,300,000
Other Items: Commons, Street Sweeping, Paving Contract & Traffic Signals	36,940	848,966	865,945	883,264	900,930	918,948	937,327
Payment for Refunding of Bonds							
Debt Issuance Costs	327,847	142,650	350,000	350,000	350,000		
Debt Principal & Interest	3,935,967	3,923,795	3,921,097	1,367,437	1,368,941		
Transfers to Other Funds							
Technical & Administrative Support Services	780,000	803,000	911,000	938,330	966,480	995,474	1,025,339
Subtotal Transportation	27,439,633	41,929,962	92,027,179	75,319,211	51,161,550	24,364,422	21,262,666
Economic Dev. Expenditures							
Chamber Agreement	585,000	632,917	708,750	730,012	751,913	774,470	797,704
Downtown Improvements & Marketing	224,792	2,915,500	250,200	250,200	250,200	250,200	250,200
Economic Development Projects - Committed	5,703,673	731,176	8,262,000	4,510,000	39,000	31,000	16,000
NE Downtown Parking Garage		2,657,388		8,349,000	2,393,612		
NE Downtown Dry Utilities & Contingency			2,626,700				
Total Economic Development	6,513,465	6,936,961	11,847,650	13,839,212	3,434,725	1,055,670	1,063,904
Total Expenditures	33,953,098	48,866,963	103,874,829	89,158,423	54,596,275	25,420,092	22,326,570
Net Revenues	23,865,193	1,826,035	(19,448,870)	(29,459,762)	(4,907,715)	1,086,739	3,006,398
Fund Balance	56,888,500	51,005,312	(1,216,216)	14,839,163	9,931,448	11,018,187	14,024,585
Fund Reserve	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
Available Fund Balance Before Kalahari	55,888,500	50,005,312	(2,216,216)	13,839,163	8,931,448	10,018,187	13,024,585
Kalahari Revenue, Projects, & Debt							
Kalahari Project Revenues to Offset Debt			880,359	4,170,026	5,045,046	5,046,017	5,042,003
Proceeds - Bonds for Kalahari	21,310,000		20,331,859				
Issuance Costs - Bonds for Kalahari	331,859		331,859				
Transfer to Kalahari Debt Service Reserve	975,441	2,700					
Transfer from Kalahari Debt Service Reserve		491,760					
Reimbursement from tax-exempt COs - offsite & onsite improvements		491,760	30,000,000				
Debt Service for Kalahari Road Debt & Conference Center			1,364,940	4,170,026	5,045,046	5,046,017	5,042,003
Convention Center	23,451,453	12,569,958					
On-site improvements		15,000,000					
Off-site improvements	4,202,470	5,230,000	4,484,858				
Kalahari net	(7,706,223)	(25,772,659)	45,515,142	0	0	0	0
Total All Expenditures	62,972,321	82,131,381	110,055,586	93,328,449	59,641,321	30,466,109	27,368,573
Total Net Revenue	16,155,970	(30,946,623)	26,066,272	(29,459,762)	(4,907,715)	1,086,739	3,006,398
Total Fund Balance	49,179,277	18,232,654	44,298,926	14,839,163	9,931,448	11,018,187	14,024,585
Total Reserve	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)	(1,000,000)
Total Available Fund Balance	48,179,277	17,232,654	43,298,926	13,839,163	8,931,448	10,018,187	13,024,585

Note: Kalahari is broken out separately

- Costs and cash flows will run through the fund, but no net fiscal impact

RRTEDC (Type B) - FY 2021 Summary

- Revenues
 - Sales Tax revenues (1/2%) = \$18.9 million
 - Contributions & other = 35.5 million
 - Transportation CO proceeds = \$30.0 million
- Transportation = \$92.0 million
 - \$86.M on TCIP
 - \$3.9M debt payments (*paid off by 2023*)
 - \$866,000 paving, signals, legal and other costs
 - \$911,000 transportation & admin support from General Fund
- Economic Development & Other = \$11.8 million
 - \$8.3M on Economic Development Projects – Committed
 - \$708,750 on Annual Chamber contract
 - \$250,200 on Downtown maintenance and marketing
 - \$2.2 M on NE Downtown dry utilities and contingency

RRTEDC 5-Year Plan

Round Rock Transportation and Economic Development Corporation 5-Year Funds Allocation Plan 2021 - 2025

Beginning Balance - Funds Available 10/1/2020	62,747,796
5-Year Revenue Forecast	
Sales Tax	98,356,359
Interest	1,500,000
Transportation COs	80,000,000
3rd Party Participation	65,796,620
Total 5-Year Revenue Forecast	245,652,979
Total 5-Year Funds Available	308,400,775

5-Year Transportation Projects	
TCIP Programmed (includes pending TCIP amendment)	247,084,517
Other: Street Sweeping, Traffic Signals, Admin, etc.	9,343,037
Debt Service	7,707,475
5-Year Fund Programmed	264,135,029
Transportation Pipeline Planned Projects	-
Total 5-Year Transportation Need	264,135,029
5-Year Economic Development Projects	
Chamber Contract	3,762,849
Downtown Improvements & Marketing	1,251,000
Committed Economic Incentive (EIP) Payments	12,858,000
NE Downtown Garage & Improvements	13,369,312
5-Year Fund Programmed	31,241,161
Economic Development Pipeline Planned Projects	375,000
Economic Development Amount to be Allocated (1)	12,549,585
Total 5-Year Economic Development Need	44,165,746
Total 5-Year Expenditure Forecast	308,300,775

Net available to be allocated at end of 5-years	100,000
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This allocation plan will be updated annually or as opportunities arise.

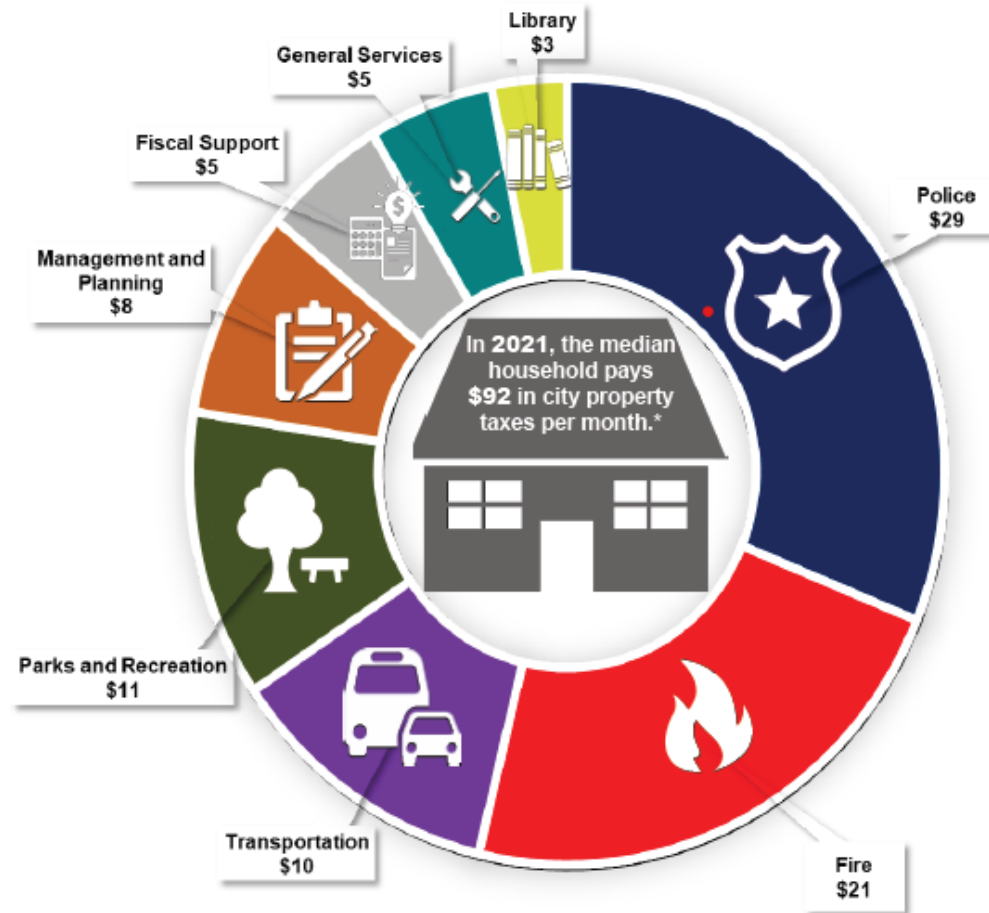
(1) Plug to bring net available balance to \$100K

- Total Resources
 - \$308.4M over 5-year plan
 - \$98.4M from ½ cent sales tax revenues
- Transportation - \$264.1M
 - All transportation needs programmed in TCIP
- Economic Development - \$44.2M
 - \$13.4M for NEDT project
 - \$12.5M uncommitted

Property Values & Taxes – TAB D

Understanding Your City Tax Dollars

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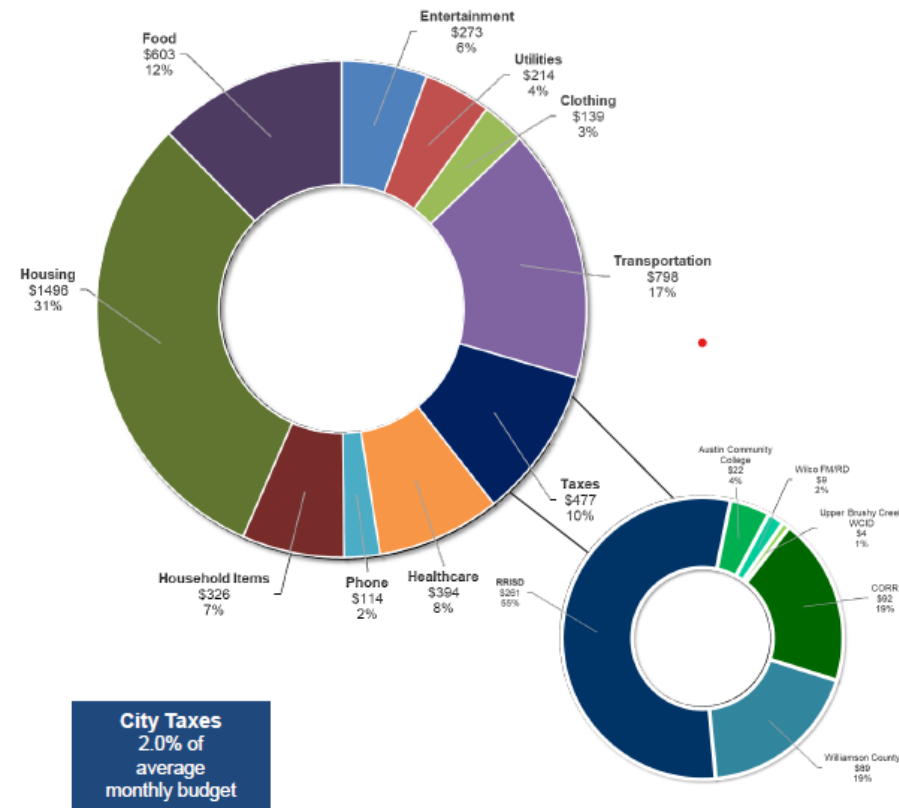


*Median home value for FY 2021 is \$256,347

Property Tax in Avg. Monthly Budget

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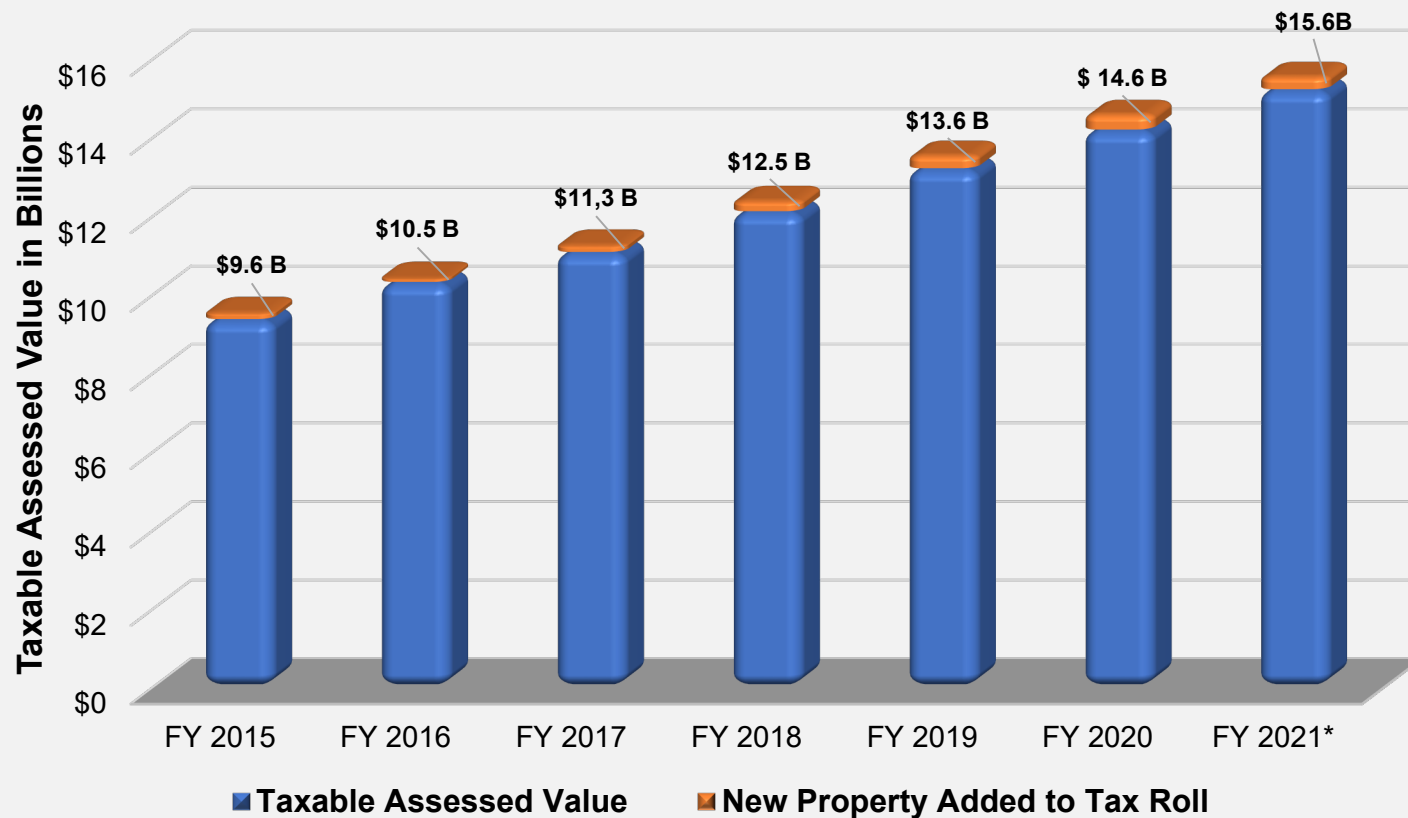
Average Household Monthly Expenses vs. Monthly City Property Tax - 2020



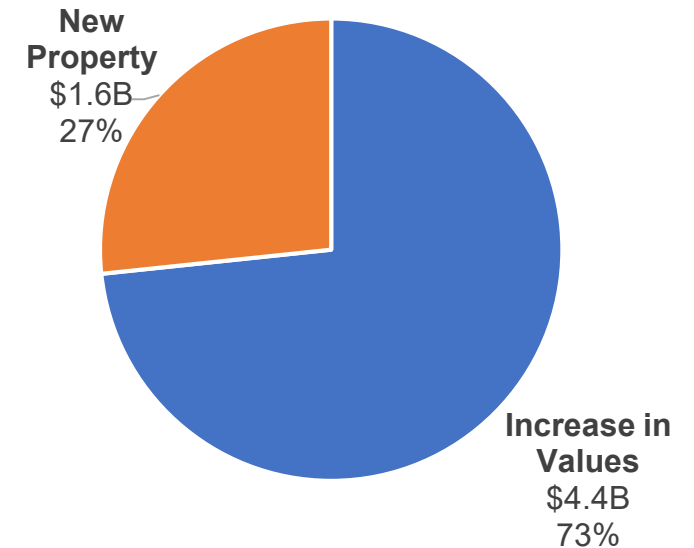
Details Tab D, p. 67

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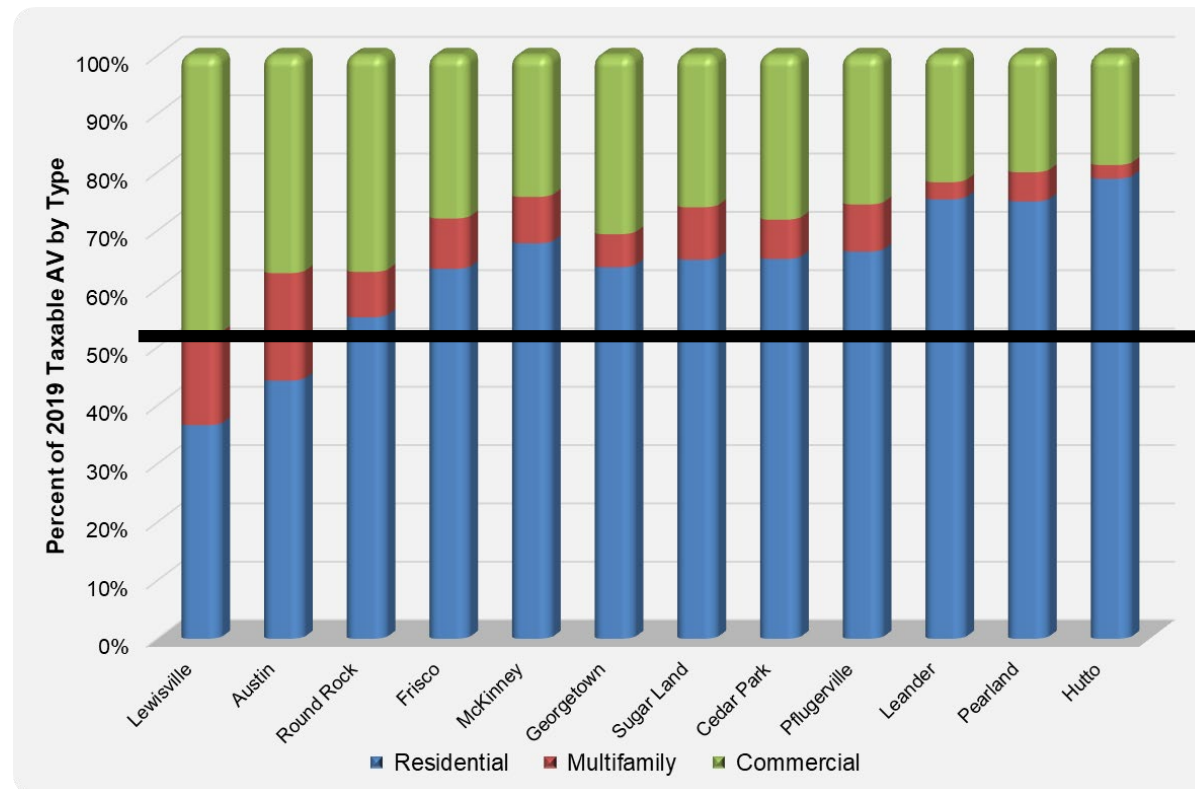
Property Values



Increase of 63% or \$6.0B from FY 2015



Taxable Assessed Value by Property Type



50/50 split

Parcels and Value Breakdown

Real Parcels

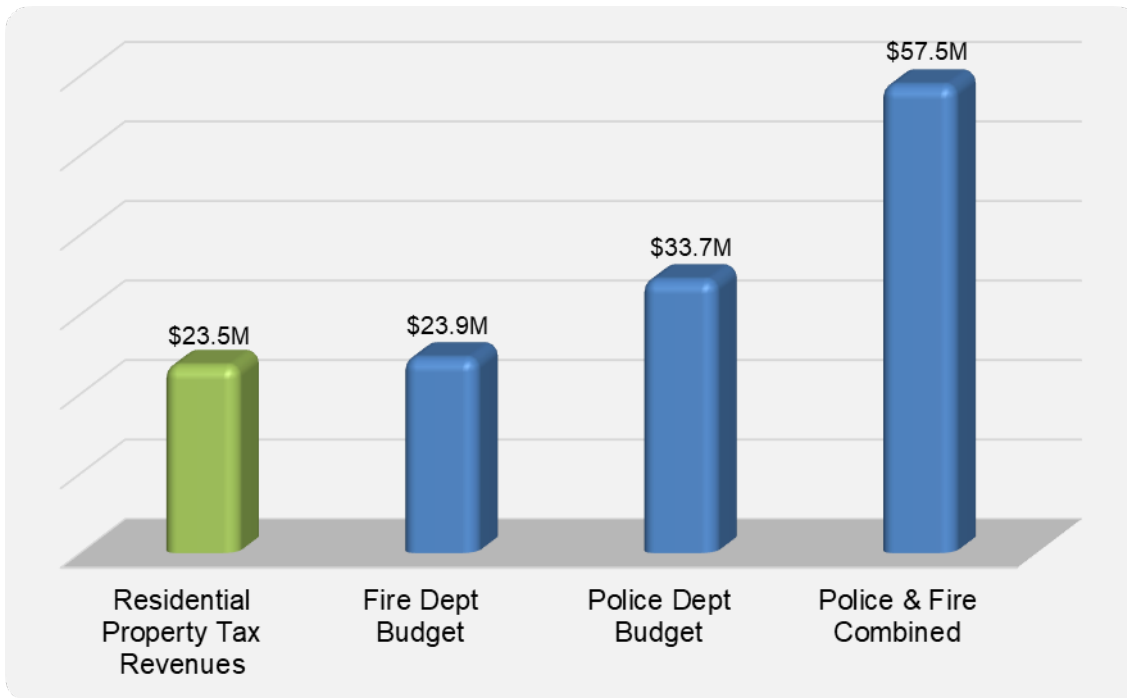


Taxable Value



Note: Property taxes paid by single family homeowners equals 19% of total General Fund Revenues

Residential Property Tax Facts



Round Rock homeowners will pay \$23.5M in property tax revenues in FY 2021

\$1.00 : \$4.00

- For every \$1 of residential property taxes, the City uses another \$4.00 to pay for City services.
- General Fund Budget = 20% from residential property tax

Property Tax Rates

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ALLOCATION OF TAX RATE INCREASE

No New Revenue (Effective) Tax Rate (estimated)	\$0.42280
Proposed Tax Rate	<u>\$0.42900</u>
PROPOSED INCREASE	0.6 cents +1.5%

Allocation of Increase

New debt payments - Road COs	<u>0.6 cents</u>
TOTAL PROPOSED INCREASE	0.6 cents

CURRENT TAX RATE	\$0.43900
-------------------------	------------------


For median-valued home, 1.5% is:

- \$15.38 annually
- \$1.28 per month

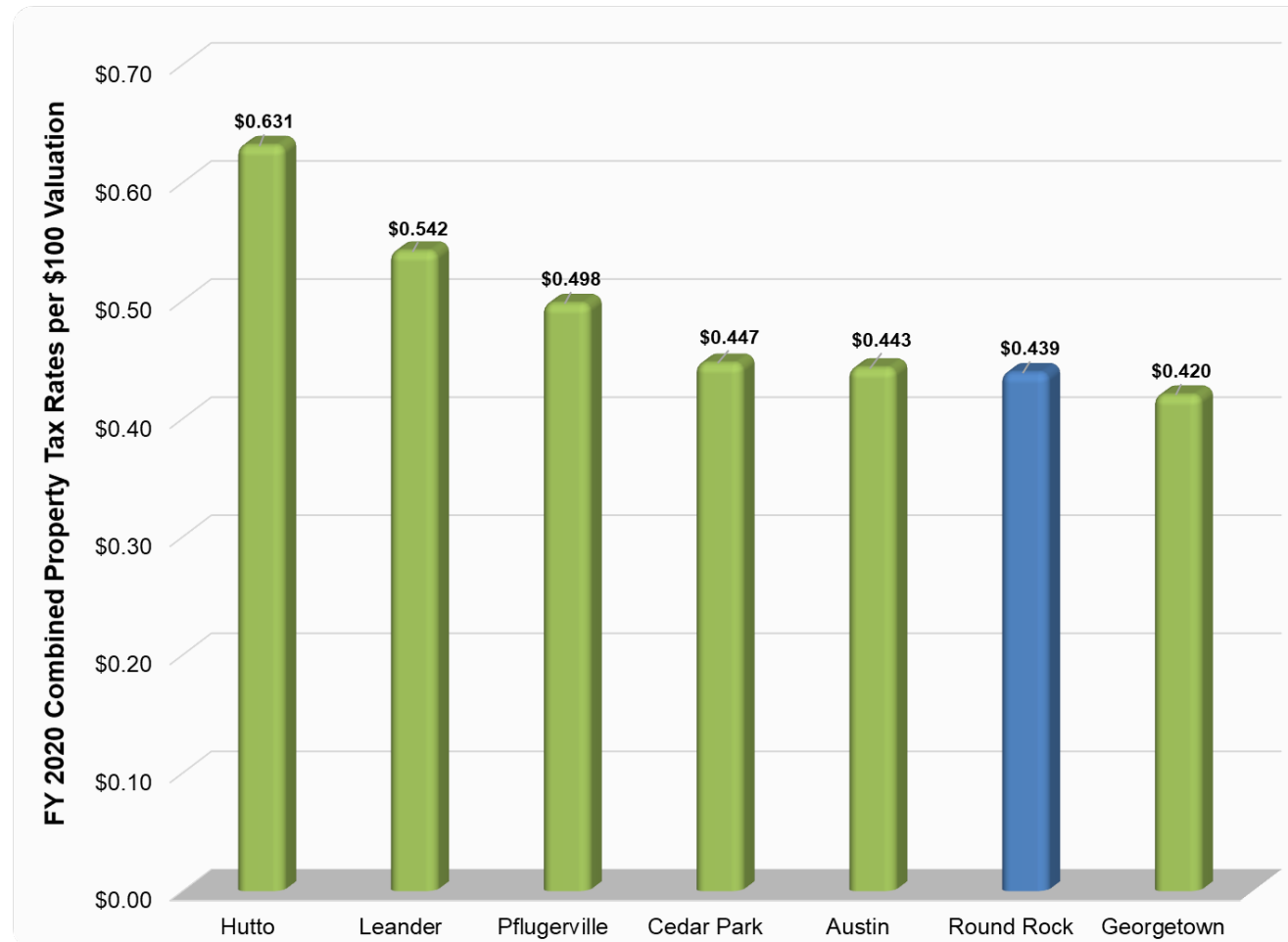
DRAFT

Property Tax Rates

Property Tax & Value Summary

	Taxable Property	FY 2020 Actual	FY 2021 Proposed	\$ Diff	% Diff
	Total Assessed Value (AV)	\$14.6B	\$15.6B	\$1.0B	+6.8%
	New Property	\$367M	\$306M	-\$61M	-16.6%
% Tax Rate Components					
	Maintenance & Operations Rate	0.31351	0.29824	-0.01527	-4.9%
	Debt Rate	0.12549	0.13076	0.00527	+4.2%
	Tax Rate	0.43900	0.42900	-0.01000	-2.3%
→	(Effective) No New Revenue Tax Rate	0.40162	0.42280	0.02118	+5.3%
→	(Rollback) Voter Approval Tax Rate	0.44134	0.44584	0.00450	+1.0%
	Debt (Principle & Interest)	\$23.1M	\$24.7M	+\$1.6M	+6.9%
\$ Tax Rate Components					
	Median Residential Property Value	\$255,198	\$256,347	\$1,149	+0.5%
	Median Annual Tax Bill	\$1,120	\$1,110		

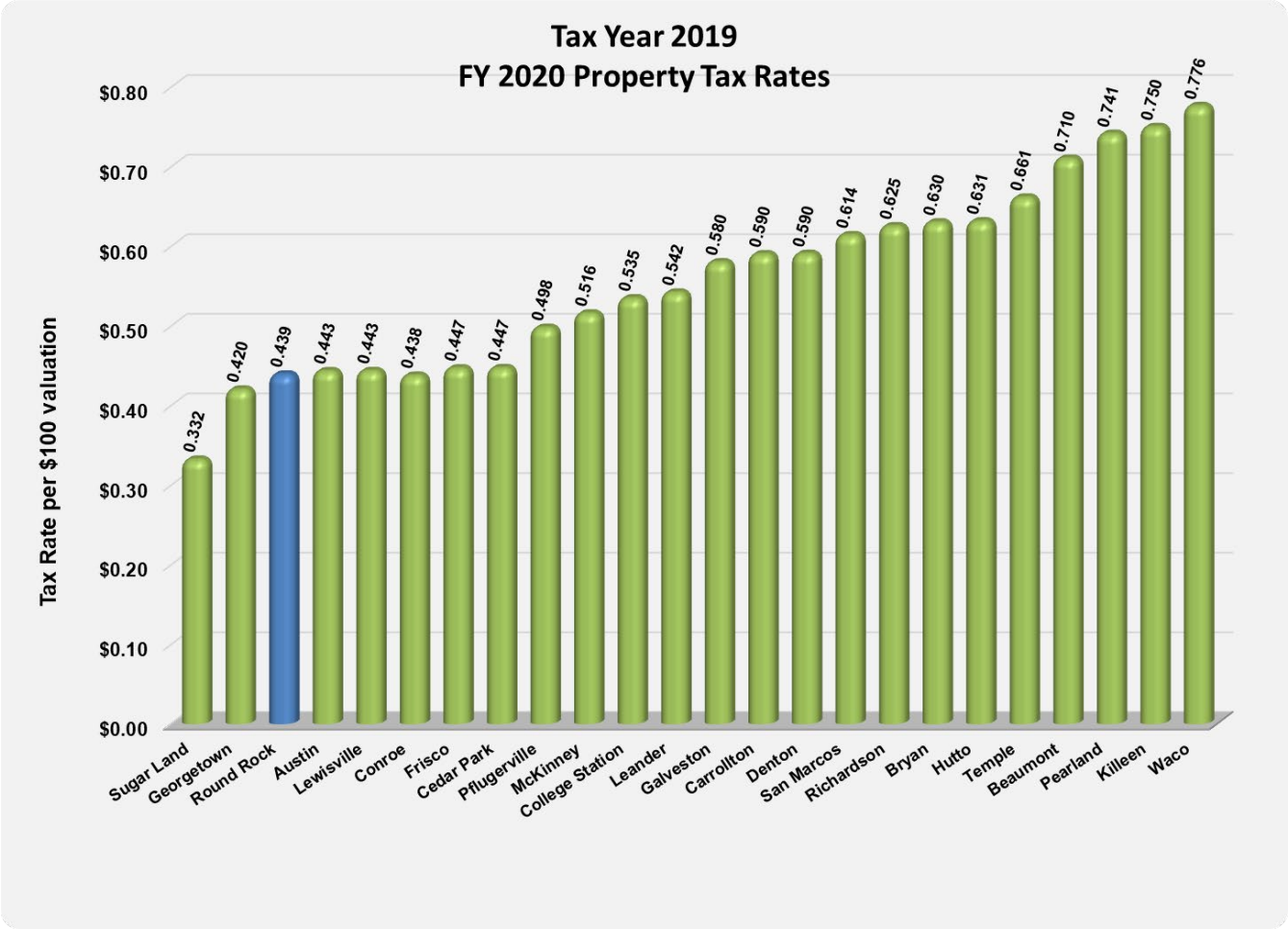
Area Tax Rate Comparison



Note: These are prior year tax rates. Chart will be updated when new data available.

State Tax Rate Comparison


Details Tab D, p. 63



Note: These are prior year tax rates. Chart will be updated when new data available.

SB 2 Summary of Changes

- New terminology
 - Effective tax rate becomes No New Revenue rate
 - Rollback rate becomes Voter Approval rate
- Voter Approval Rate
 - Reduced from 8.0% to 3.5%
 - If exceeding, must be adopted by mid-August
- Notice Requirements
 - Proposed rates must be published by August 7
 - New notice language
 - Centralized taxpayer websites with rates and dates
 - Postcard notices sent in early August
- Public hearings reduced from 2 to 1



Williamson County
Tax Office
Larry Gaddes, PCAC, CTA
Tax Assessor-Collector
904 S. Main St.
Georgetown, TX 78626

PRST-STD
U.S. POSTAGE
PAID
CITY, ST
PERMIT NO. XXX

Dear Property Owner,
Information on actions taken or proposed actions to be taken by your local taxing units concerning the 2020 property taxes on your property can be found online at williamsonpropertytaxes.org

If you would like more information from each taxing unit, you may request their contact information from your local Tax Assessor-Collector where your property is located.


WILLIAMSON COUNTY 1848 (512) 948-1801 PROPTAX@WILCO.ORG

MCDADE, KYLE CLAYTON & STACIE ANNE
209 GREEN SLOPE LN, GEORGETOWN, TX 78626


Quick Ref ID: R476993
Owner ID: 00480880
Geo ID: R-20-9165-000A-0026

Taxes
Two major components of your property tax calculation are Exemptions and Tax Rates which are both determined by your Taxing Units (School District, County, City, etc.). These are NOT determined by the Appraisal District or Tax Office.


Taxing Unit	Last Year's Taxes (2018)	No New Revenue Taxes (2019)	Voter-Approval Taxes (2019)	Proposed Taxes (2019)	Adopted Taxes (2019)	Difference Between No New Revenue and Proposed (2019)
Williamson CAD	N/A	N/A	N/A	N/A	N/A	N/A
City of Georgetown	\$925.72 0.432000	\$912.06 0.413500	\$926.94 0.432000	\$926.94 0.432000	\$926.94 0.432000	\$14.87 0.008750
Georgetown Independent School District	\$2,823.78 1.409000	\$2,726.09 1.358500	\$2,687.36 1.339000	\$2,687.36 1.339000	\$2,687.36 1.339000	-\$38.73 -0.079500
Williamson County	\$944.53 0.419029	\$915.93 0.405821	\$945.04 0.418719	\$1,052.95 0.466529	\$945.04 0.418719	\$137.02 0.060708
Williamson County FM/ID	\$88.96 0.040000	\$86.09 0.038656	\$89.08 0.040000	\$89.08 0.040000	\$89.08 0.040000	\$2.99 0.001344
Total	\$4,783.00	\$4,640.18	\$4,648.42	\$4,756.33	\$4,648.42	\$116.15




NO NEW REVENUE RATE
A calculated rate that would provide the taxing unit with approximately the same amount of revenue it received in the previous year on properties taxed in both years. This rate calculation does not include the impact of additional tax revenue resulting from new construction.



VOTER-APPROVAL RATE
Tax rate level that allows the taxing jurisdiction to collect more taxes, not including debt repayment, than the previous year. This is the maximum tax increase allowed by law without triggering an election to "rollback" the taxes.



PROPOSED RATE
This is the tax rate that is proposed by the taxing unit.



ADOPTED RATE
This is the tax rate that was adopted by the taxing unit for the specified tax year.

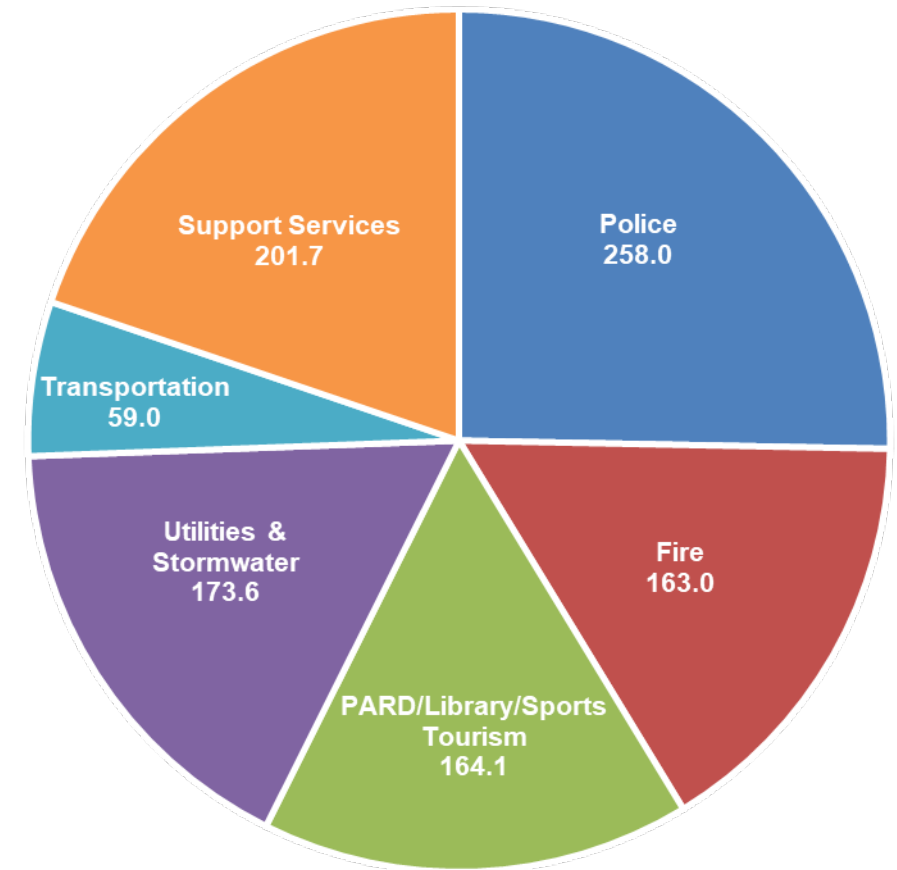
Personnel & Benefits – TAB E

Personnel & Benefits

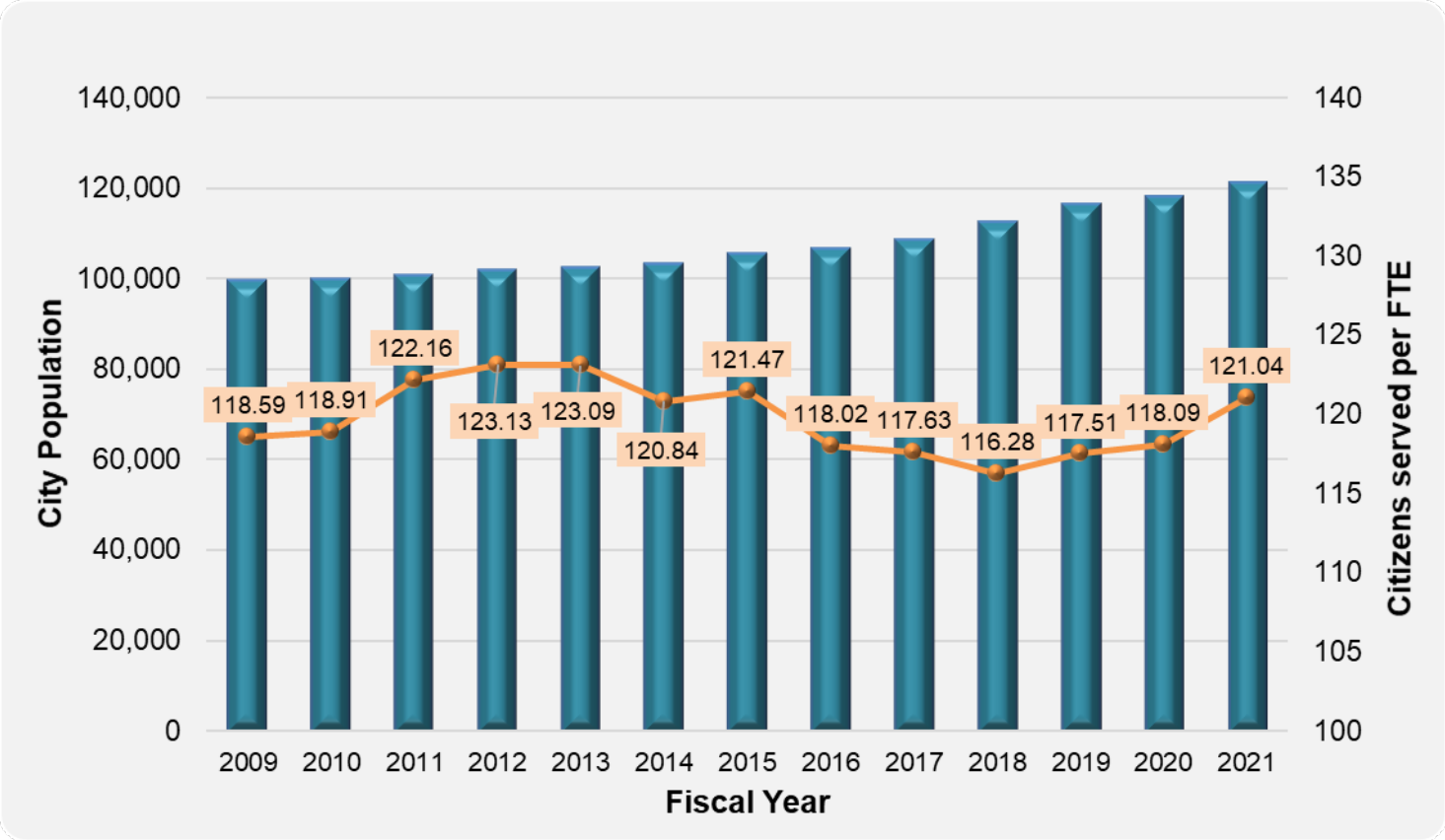
- Public Safety steps & market adjustments \$ 1.2 million
- General Government salary adjustments \$ 1.5 million
 - If revenues on target and market indicated
- Retirement – TMRS \$11.9 million
 - Pension funded at 80.75%
 - 15.98% of salary
- Employee health insurance \$11.4 million
 - Stable per employee contribution from city and employees

FY 21 FTEs – 1,019.45

Positions on Hold or Delayed	23.75
Finance	1.00
Fire	10.00
General Services	2.00
Information Technology	2.00
Parks & Recreation	4.75
Planning	2.00
Police	3.00

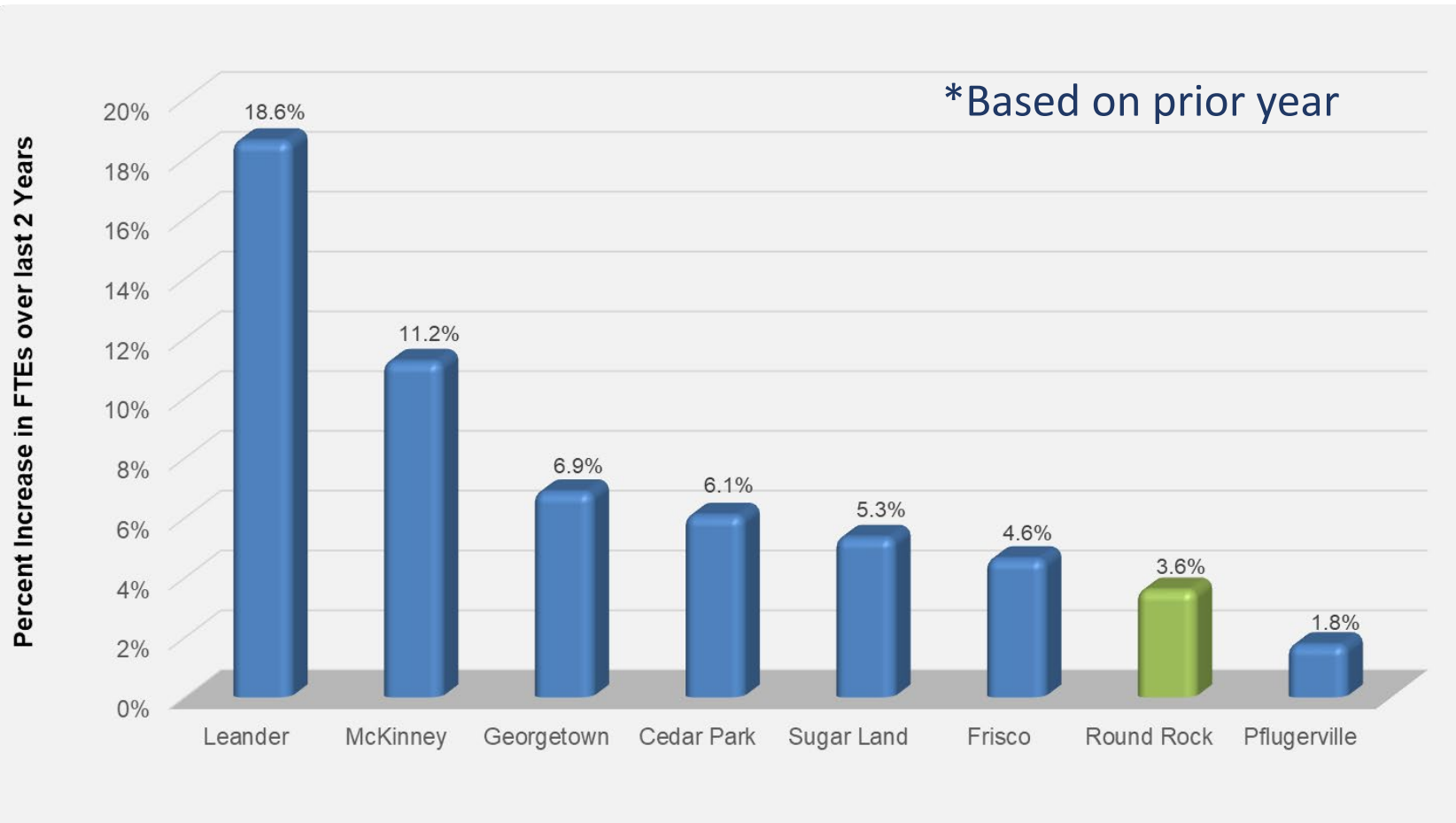


Citizens Served per FTE



Note: Adjusted for 20 new BCRWWS Wastewater Treatment Plant employees in FY 19

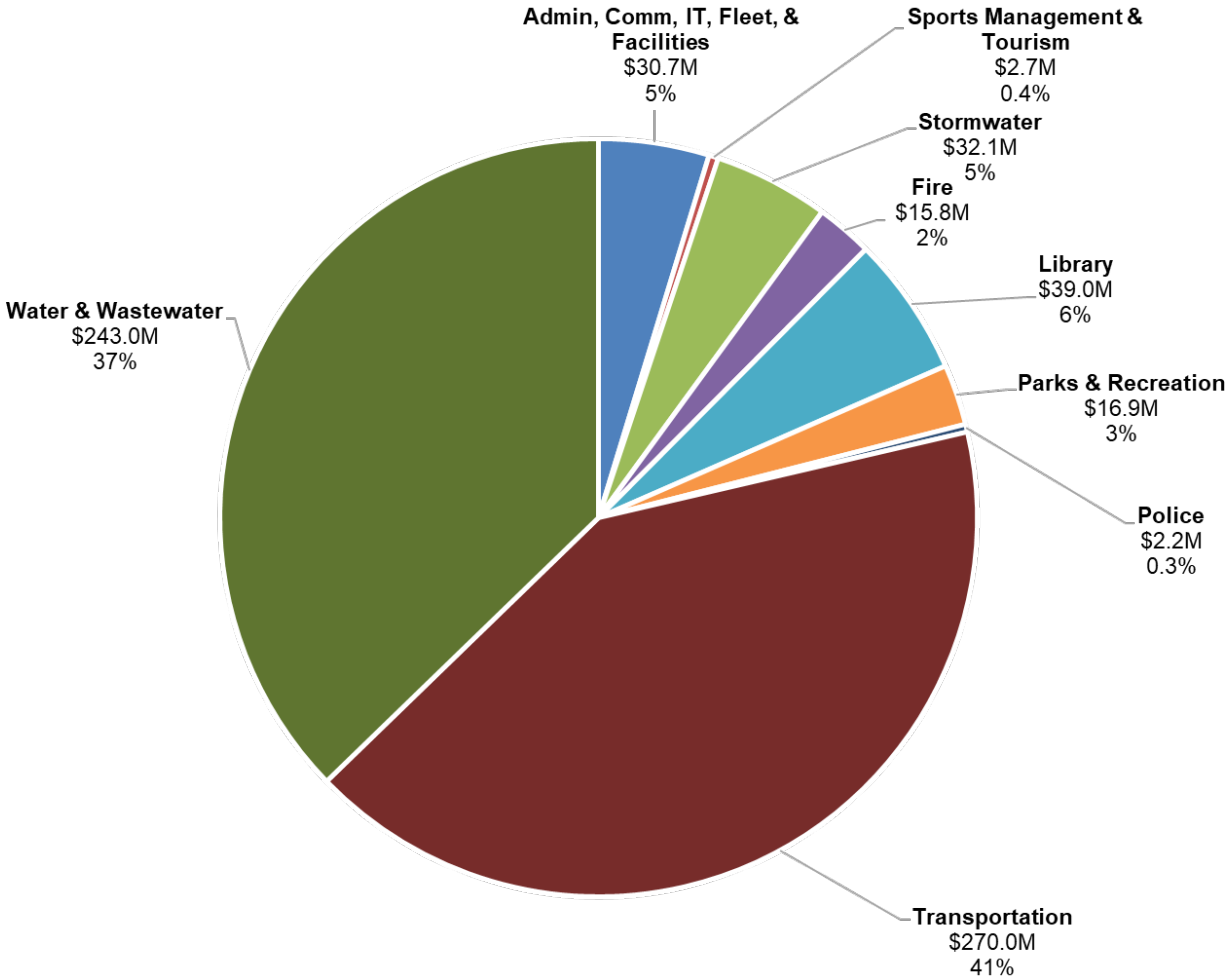
FTE Increase Benchmark



Community Investment Program – TAB F

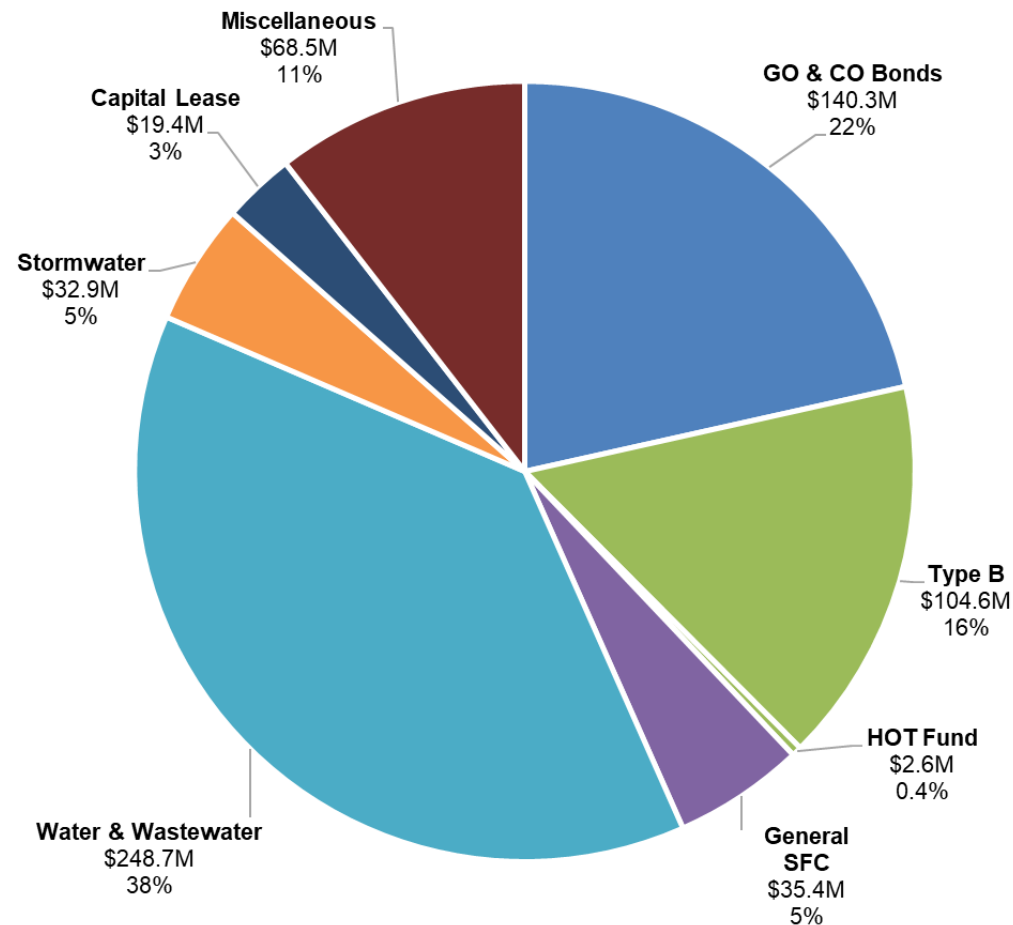
Five Year CIP by Use

\$652.4 million



83% for Roads, Utilities, and Stormwater

Five Year CIP by Source

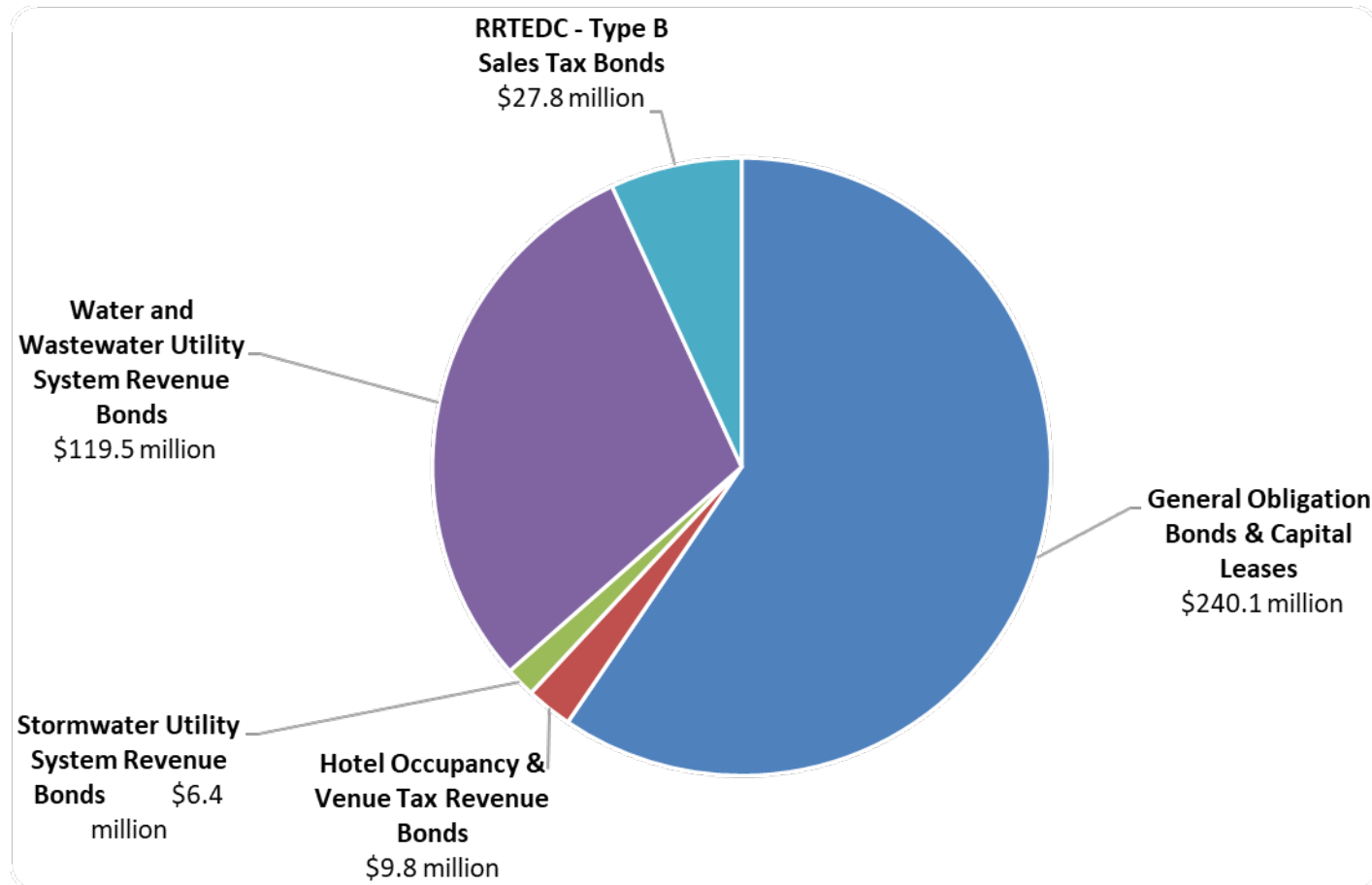


\$652.4 million

62% Cash Funded

DEBT – TAB G

Outstanding Debt



Total: \$403.6 million

Bond Ratings

	Agency	Rating	Date
General Obligation	Standard & Poor's	AAA	April 2019
	Moody's	Aa1	Feb 2014
Utility	Standard & Poor's	AAA	Dec 2017
	Moody's	Aa2	April 2010
BCRUA	Standard & Poor's	AAA	Dec 2017
	Moody's	Aa3	Jan 2008
Type B	Standard & Poor's	A+	April 2019
	Moody's	Aa3	Apr 2010
	Fitch	AA	Mar 2015
Hotel	Standard & Poor's	A+	Aug 2018
	Fitch	A+	Mar 2015

Planned Debt Issues – FY 2021

Sales Tax Rev Kalahari Bonds	Kalahari COs	BCRWWS Utility Rev Bonds	PARD COs	Transportation COs
<ul style="list-style-type: none">• Convention Center – taxable debt• Paid by Kalahari project tax revenues• \$21.3 million	<ul style="list-style-type: none">• Offsite & onsite improvements; Transportation improvements• Paid by Kalahari project tax revenues• \$30.8 million	<ul style="list-style-type: none">• COL portion of the East Plant Expansion• \$29.2 million	<ul style="list-style-type: none">• Wrapping up the Trails from the 2013 bond election• \$2.0 million	<ul style="list-style-type: none">• Transportation improvements• Paid by debt portion of property tax rate• \$30.0 million

Total Planned Issuances = \$113.3 million

Financial Policies – TAB V, Supplemental

Financial Policies - Compliance

- Guiding principals



- Addresses City Council Strategic Goals & direction
- Long-term needs identified and addressed in 5 year plans
- Ongoing revenues exceed ongoing expenditures
 - *Exception required for HOT Fund*

- Fund reserves and designations



- Capital maintenance & replacement



Authorized Purchases

- Present to Council on August 27
- Generally routine items
 - Over \$50,000 and under \$200,000
 - Included in proposed budget
- Must comply with proper procurement and bidding
- Must follow legal and CM approval process

Budget & Tax Adoption Schedule

July 21

- Packet Briefing
- Budget Work Session

August 13

- Maximum Tax Rate; Set Tax Rate Public Hearing

August 20

- Special Called Council Meeting
- Tax Rate Public Hearing

August 27

- Budget Public Hearing
- Adopt Budget Ordinance – first reading
- Tax rate ordinance – first reading

September 10

- Final adoption of tax rate ordinance – second reading
- Final adoption of budget ordinance – second reading

Legislative Update

Department Presentations

Administration

Laurie Hadley



Administration

FY 2020 Highlights:

- Renegotiated a contract with the Round Rock Chamber of Commerce
- Completed the land sale for the Depot Development Project
- Managed and distributed federal CDBG funds and CARES Act funding to the Round Rock business community and the local serving center during the COVID-19 pandemic

FY 2021 Overview:

- Continue to manage the outcomes of the COVID-19 pandemic as related to local businesses and the Round Rock community
- Kalahari Resorts & Convention grand opening is scheduled for November 2020
- Reduction in operating budget



Human Resources

Valerie Francois



Human Resources

FY 2020 Highlights:

- Implemented Employee Performance Management Module in Munis
- Implemented Alight Health Navigation benefit and \$0 copays at CVS Minute Clinics, which offer assistance to employees to select cost effective care and reduced expenditures from the self-funded health plan budget
- Developed eLearning course, *Best Practices for Working from Home*

FY 2021 Overview:

- Reduction in operating budget



Information Technology

Heath Douglas



Information Technology

FY 2020 Highlights:

- Completed Fiber and RRTX-WiFi expansion to City facilities' including the WWTP, Fire Station 3 and East Round Rock redundant ring
- Migrated all City Departments to SharePoint enabling cloud access to organizational data
- Built Round Rock Coronavirus Case Dashboard containing live WCCHD information
- Enabled 100 employees to work from home using Microsoft Cloud technology, deploying laptops, etc



FY 2021 Overview:

- Land management and permitting system replacement
- Identity Management, Data Classification and Security in the Microsoft Cloud
- Planning and execution of move to cloud hosted VOIP system citywide
- Fire Records Management system replacement
- Technology planning for the new Library
- Evaluate options for replacing Public Safety CAD and Records Management Systems
- Reduction in operating budget

Details Tab O, pp. 134-136

Library

Michelle Cervantes



Library

FY 2020 Highlights:

- Earned the 2019 Achievement in Excellence in Libraries Award from the Texas Municipal Directors Association
- Hired the adult services manager and formed the new adult services division
- Implemented modified services during COVID-19 including curbside pick-up, E-Cards, virtual programs, while continuing to answer customer calls and emails

FY 2021 Overview:

- No new programs
- Reduction in operating budget



General Services

Chad McDowell



General Services

FY 2020 Highlights:

- Complete design of Public Library
- Upgrade badging and security infrastructure
- Complete Sharon Prete Plaza Restroom
- Utilities and Transportation Service Center (Bob Bennett Building) Completion
- Able to internally re-organize our custodial services to disinfect all buildings daily with no service interruptions or outside vendors
- Completed Central Fire Station Remodel and Mold Mitigation



FY 2021 Overview:

- Start Construction Public Library
- Start Construction on the CORR/ISD Washing System
- Police Department HVAC upgrade
- Fire Station 3 Completion
- Reduction in operating budget

Finance & Fiscal Support

Susan Morgan



Finance

FY 2020 Highlights:

- Applied for the final transparency star – Contracts & Procurement – from the Texas Comptroller of Public Accounts
- Upgraded citywide financial software system and customer information system to the newest version
- Modeled revenue impacts stemming from the COVID-19 response
- Collaborated with all City departments to temporarily reduce the FY2020 budget to offset anticipated COVID-19 revenue losses

- Responded to utility customer needs during COVID-19 by delaying service interruptions, waiving fees and providing payment plans

FY 2021 Overview:

- No new programs
- Continue to monitor revenues and adjust projections as needed based on economic impacts of COVID-19
- Closely monitor and provide support for sales tax rate changes and potential legislative changes.
- Reduction in operating budget



Fiscal Support & Legal – p. 118 - 121

Department accounts for:

- General government contracts that do not belong to specific department
 - Social services contracts, WCCHD, WCAD, Wilco Tax Office, etc.
- General Fund legal services – details on p. 120
- Economic development payments & rebates
- Pay for performance and salary adjustments until allocated to departments
- City Manager's contingency account

Planning & Development Services

Brad Wiseman



Planning & Development Services

FY 2020 Highlights:

- Completed and secured adoption of the Comprehensive Plan 2030
- Maintained all development services during the COVID-19 lockdown, including inspections
- Met or exceeded all deadlines on development applications, including during COVID-19
- Successfully managed another year of high growth to the tune of a projected \$200 million in new non-residential and multi-family projects

FY 2021 Overview:

- Continued inclusion of virtual opportunities to maintain and improve service during COVID-19
- Work with Transportation on the implementation of the Roadway Impact Fees
- Work with IT on implementation of the new land management software system, including electronic plan reviews and application submittals
- Facilitate the development process of the District, City Library, Depot, and Project Tower
- Reduction in operating budget



Parks and Recreation

Rick Atkins



Parks and Recreation

FY 2020 Highlights:

- Opening of the Brushy Creek Trail – Veterans Park to Rabb Park section
- Opening of the The Yard at CMRC
- Opening of the Adult Recreation Complex
- Began construction of Heritage Trail West Project
- Created numerous virtual recreation programs during COVID to keep our citizens and customers active during the Stay at Home orders

FY 2021 Overview:

- Completion of Heritage Trail West
- Construction of Lake Creek Trail – RR West Park to Centennial Plaza
- Continued inclusion of virtual programming into many programs/events to expand services to other customers
- Reduction in operating budget



Parks and Recreation

FY 2020 Major Capital Projects:

- Trail Projects – Brushy Creek, Heritage Trail, and Lake Creek Trails (\$8.3M)
- Behrens Ranch Nature Park (\$750,000)
- Baca Center Improvements (\$100,000)
- Kinningham Park/House (\$50,000)

Details Tab S, pp. 147-158

Sports Management & Tourism

Chad McKenzie



Sports Management & Tourism

FY 2020 Highlights:

CVB

- Hosted 26 event organizers for site visits
- Tournaments and events totaled 144,955 participants/guests
- Received \$97,950.24 back in Events Trust Fund in FY 2019

MPC

- Hosted NIRSA Soccer National Championships
- Hosted NIRSA Flag Football National Championships



- Worked closely with booked events during COVID-19 period to reschedule to open dates in 2020 and beyond or refund payments as needed if events were canceled

Sports Center

- Hosted 3 state championship tournaments for home school and parochial school athletes
- Hosted US Ismaili Games
- Hosted the Texas USA Wrestling state championships
- Virtual Basketball Training program implemented for 'at-home' activity during COVID-19

Forest Creek Golf Club

- The golf club was able to remain open and operational throughout the quarantine

Sports Management & Tourism

FY 2021 Overview:

CVB

- Continue positioning Round Rock as the Sports Capital of Texas and a leisure destination including Kalahari

MPC

- Continue to recruit, develop, and maintain and build relationships with regional and national sports governing bodies and event holders to host their events in Round Rock

- Increase participation in local training programs, camps, and facility-operated events

Sports Center

- Maintain facility appearance & cleanliness to help visitors feel safe
- Increase program and camp participation back to pre-COVID levels

Forest Creek Golf Club

- Increase number of full golf and player development memberships
- Continue to reinvest in the golf course with capital improvement projects



Police

Chief Allen Banks



Police

FY 2020 Highlights:

- Implemented the new body worn and in-car camera system with IT
- Created Special Operations Division
- *Police-to-Citizens* (P2C), a website that allows citizens to directly file police reports and provides a map-based way to view police activity
- Managed both the Governor's and County Judge's "Stay Home Stay Safe" orders via an education vs. enforcement approach

FY 2021 Overview:

- Complete the phase-out of the School Resource Officer program
- Complete the transition from Uniform Crime Reports (UCR) to the federal National Incident-Based Reporting System (NIBRS) in order to meet deadlines and gain richer criminal offense data
- Evaluate ways to bridge the gap in existing law enforcement services to mentally ill subjects
- Reduction in operating budget



Fire

Chief Robert Isbell



Fire

FY 2020 Highlights:

- New inspector position
- Initiated the Community Risk Reduction Program
- Assisted in COVID-19 testing at long term health care facilities in Round Rock and Williamson County
- Emergency Operations Center assisted in information exchange, resource procurement and distribution, and tracking of expenses related to COVID-19



FY 2021 Overview:

- Initiate Engine Company Training in Community Risk Reduction
- Initiate the Heart Monitor Replacement Program
- Programming for construction of Fire Station 10
- Implement a new reporting and scheduling system
- Open new Fire Station 3
- Reduction in operating budget

Communications & Arts

Will Hampton



Communications

FY 2020 Highlights:

- Continued making enhancements to the City's digital presence and began the redesign of roundrocktexas.gov
- Started building a new video production studio using PEG funds
- Launched PublicInput for public meetings, allowing departments to gain and compare feedback to online surveys, in person and via text
- Created a comprehensive web hub in response to COVID-19 with information about City closures and cancellations, etc.

FY 2021 Overview:

- Communications and Marketing will enter FY 2021 with the launch of a new design for roundrocktexas.gov
- Reduction in operating budget



Arts and Culture

FY 2020 Highlights:

- New art sculptures to Downtown area
- Re-organization of Downtowner Gallery into a making and doing space
- New festivals and art installations: PopUp Art Shows, Beaujolais Nights: larger audience and more activities, and managing Round Rock Chalk Walk Arts Festival in new location at Dell Diamond, and Music on Main

FY 2021 Overview:

- Focus on maintaining and growing arts groups with audience development tools and resources
- Growing more “making and doing” arts type of events in Downtown throughout the year
- Short Film Festival
- Growing arts and culture festivals already established: Diwali Festival of Light, Dia de los Muertos, Beaujolais Nights, and Round Rock Chalk Walk Arts Festival
- Growing the arts to bring in more visitors to Round Rock using HOT funds
- Reduction in operating budget



Utilities and Environmental Services

Michael Thane



Utilities and Environmental Services

FY 2020 Highlights:

Water

- Started taking treated water from BCRUA (Lake Travis)
- Numerous water system improvements helped system efficiency and operational cost reductions
- Leak detected 38 miles of waterlines with 17 leaks identified. All leaks have been repaired
- Updated the City's Water and Wastewater Master Plans

Wastewater

- Completed design and awarded construction contract for 10 MGD Regional WWTP Expansion
- Improved in-house Edwards Aquifer program by adding IT Pipes/Manhole software

- Continued upgrades to Regional WWTP to improve plant efficiency and ensure effluent complies with state permit

Stormwater

- Constructing flood mitigation improvements at Dry Branch, Kensington Detention, and Oak Bluff Estates/Greenfield subdivisions
- Initiated analysis, prioritization, and cost estimates for Neighborhood Drainage projects

Environmental/Solid Waste

- Implemented new Laboratory Management System to better manage sample log-in, analysis results/reporting, and billing for the laboratory
- Continued success diverting waste from landfill. Recycling volume continues to rise, and despite the growth in population, landfill volume is steadily declining



Utilities and Environmental Services

FY 2021 Overview:

Water

- Continue to design and obtain easements for Phase 2 Deep Water Intake for the BCRUA
- Construct permanent chemical feed system and screen replacement at Lake Georgetown for Zebra Mussel control
- Adopt updated Water and Wastewater Impact fees

Wastewater

- Continue construction of 10 MGD Brushy Creek East Regional WWTP Expansion
- Purchase scanning equipment to allow wastewater team to accurately scan and collect manhole data

- Add chemical feed equipment to our vacuor trucks to allow wastewater team to use chemicals that will help reduce grease while cleaning all of our wastewater lines

Stormwater

- Review existing Drainage (Stormwater) Utility Fee and recommend any necessary changes
- Determine funding plan for Neighborhood Drainage projects

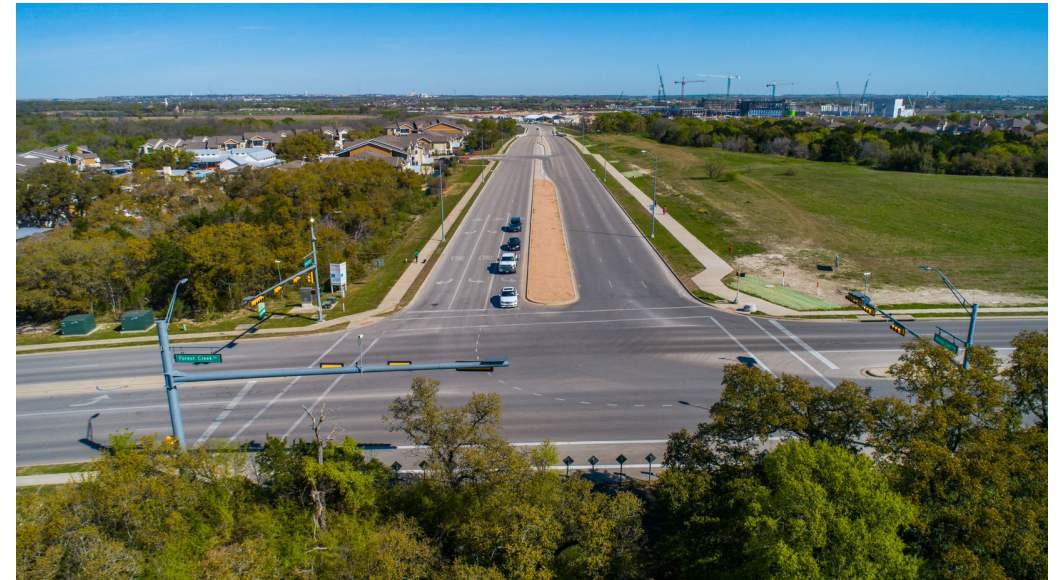
Environmental/Solid Waste

- Continue to maintain NELAP certifications for both water and wastewater laboratories
- Expand the Downtown Trash Modification Project to improve the management and overall aesthetic of the downtown area
- Create the multi-family recycling program strategies and ordinance
- Evaluate commercial/industrial solid waste collection and disposal services



Transportation

Gary Hudder



Transportation

FY 2020 Highlights:

- Adapted transit operations to fit demand during pandemic in conjunction with partner agencies
- Two arterial and two neighborhood SMP's underway
- RM 620 handed off to TxDOT For Construction
- Downtown Parklets under construction – changing and improving downtown character
- Completed Citywide Sign Replacement Program

- Completed repairs to Harrell Parkway low water crossing approaches and Rabb House service road
- Relocated and consolidated operations to Luther Peterson Facilities

FY 2021 Overview:

- Continued focus on delivering 5-year plan/bond projects
- Roadway Impact Fee will become effective
- Additional downtown improvements in support of Library
- Will continue to support neighborhoods with concrete and asphalt repairs
- Reduction in operating budget



Other Items to Discuss

Conclusion & Questions