

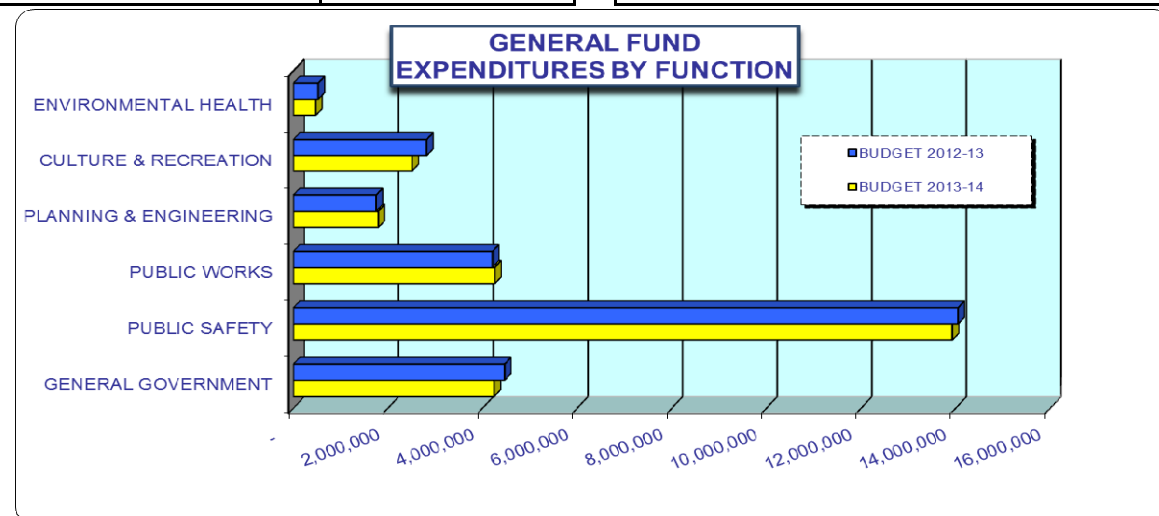


Budget Brief Fiscal Year 2013-2014

JUST THE FACTS

TOTAL EXPENDITURES (in thousands)			GENERAL FUND REVENUES (in thousands)		
	Fiscal Year 2012-13	Fiscal Year 2013-14		Fiscal Year 2012-13	Fiscal Year 2013-14
General Fund	27,212	27,818	Taxes	\$ 18,778	19,394
Water & Wastewater Fund	18,699	17,349	Franchise Fees	2,155	2,150
Golf Course Fund	2,091	2,159	Other Sources	2,387	2,668
Solid Waste Fund	2,787	2,752	Charges for Services	0	0
General Debt Service Fund	4,160	3,945	Fines and Forfeitures	995	1,289
Gov Equip Rep Fund	471	241	Licenses and Permits	637	697
Proprietary Equip Rep Fund	111	90	Interest	27	35
Equipment Service Fund	493	513	Miscellaneous	1,091	1,173
Hotel/Motel Fund	90	91	TOTAL REVENUES	\$ 26,072	27,406
Cemetery Fund	5	5			
4A Sales Tax Revenue Fund	2,700	4,684			
4A Sales Tax Debt Svc Fund	2,096	2,159			
4B Sales Tax Revenue Fund	3,500	3,177			
4B Sales Tax Debt Svc Fund	1,911	1,543			
Parks Performance Fund	3,049	2,258			
Support Services Fund	1,284	1,495			
Economic Development Fund	755	957			
TOTAL EXPENDITURES	71,418	72,236			

GENERAL FUND TAX REVENUES BY SOURCE (in thousands)		
	Fiscal Year 2012-13	Fiscal Year 2013-14
General Ad Valorem	11,148	11,516
Sales Tax	6,630	6,868
Library Ad Valorem	849	849
Delinquent Ad Valorem	100	100
Liquor Tax	61	61
TOTAL	\$ 18,778	19,394



The purpose of this Budget Brief is to give the citizens of Burleson a general overview of the City's proposed budget for Fiscal Year 2013-2014. In addition, this Brief will highlight some of the more significant changes to the City's budget. If a more detailed understanding of the budget information is desired, a copy of the complete budget may be obtained from the City Secretary at City Hall.

SUMMARY

The 2013-2014 budget for all City funds totals approximately \$72 million. The City establishes a budget for seventeen separate funds, as illustrated in the following graph. The largest of these is the **General Fund** with budgeted expenditures of \$27.8 million. The General Fund accounts for the majority of City services, including Library, Parks, Police, Fire, Streets, and Administrative Services. The General Fund will be discussed in more detail later, as will the Water and Wastewater Fund.

The second largest fund is the **Water and Wastewater Fund** with budgeted expenditures of \$17.3 million. The Water and Wastewater Fund

accounts for the maintenance and upkeep of the City's water and wastewater system, as well as the purchase of water service and wastewater disposal services provided through long term contracts with the City of Fort Worth.

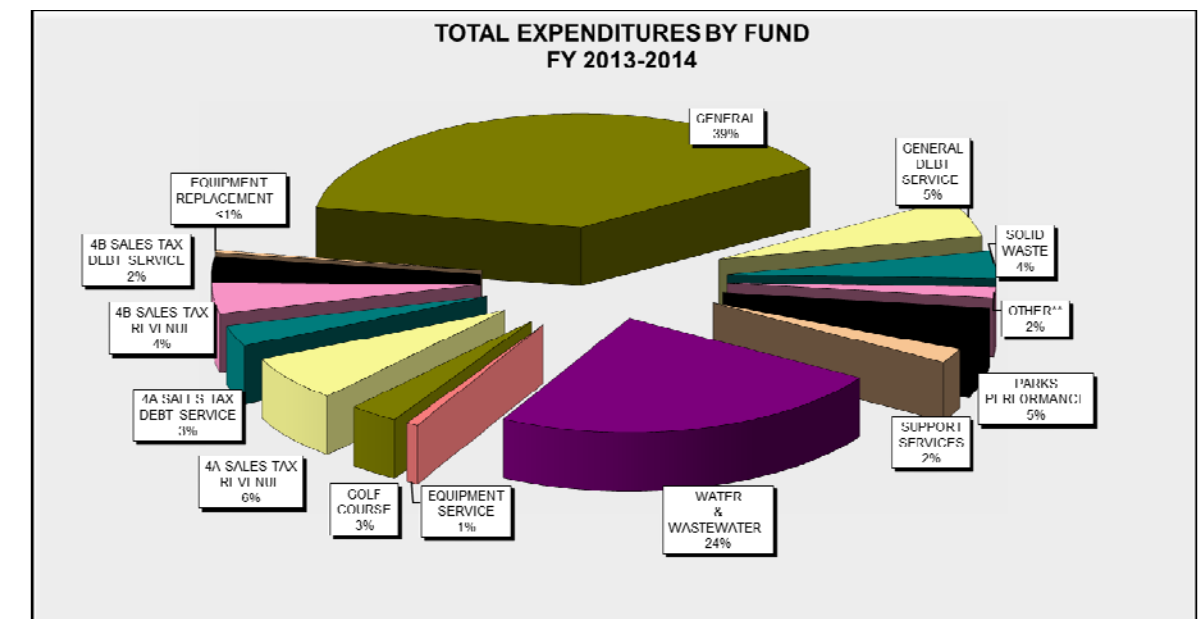
The **Hidden Creek Golf Course Fund** expenditure budget is \$2.2 million. It accounts for the maintenance, operations, and debt service of Hidden Creek Golf Course.

The **Solid Waste Fund** accounts for the operation of the City's solid waste collection service. This year, the Solid Waste budget is \$2.8 million.

The **Debt Service Fund** budget amounts to about \$3.9 million. This provides for the servicing of the City's general obligation debt.

The **Equipment Services Fund** is an internal service fund that accounts for the maintenance of the City's fleet of vehicles and equipment. The Equipment Services Fund has a budget of \$513,000.

Likewise, the **Support Services Fund** is an internal



service fund that accounts for the support, maintenance, and replacement of the City's technology systems. This fund's budget is \$1.5 million.

The **Parks Performance Fund** is a special revenue fund that accounts for the operations of the "pay for play" parks facilities. This fund has a budget of \$3.3 million, with a contribution of \$1.2 million from the BCSDC.

There are two funds of the City whose function is the accumulation of money for replacement of City-owned vehicles and equipment. The **Proprietary Equipment Replacement Fund** is an internal service fund that accounts for the replacement of the equipment and vehicles used by business-type City departments such as the Water and Wastewater departments.

The **Governmental Equipment Replacement Fund** is an internal service fund that accounts for the replacement of the equipment and vehicles used by other City departments. The Proprietary and Governmental Equipment Replacement Funds have expenditure budgets of \$90,000 and \$241,000, respectively.

The **Hotel/Motel Tax Fund** accounts for the expenditure of revenues derived from a tax imposed on visitors to local hotels and motels. Its budget of \$91,000 goes toward activities to promote Burleson as a tourist destination.

The **Cemetery Fund**, with a budget of \$5,000, accounts for the upkeep of the Burleson Memorial Cemetery.

The **Burleson 4A Economic Development Corporation** is represented in the budget by two funds. The first fund is a special revenue fund that accounts for the revenue from the 1/2 cent sales tax approved by voters in 2001 and the transfer of this revenue to the debt service fund or capital projects funds. This fund's budget is about \$4.7 million. Approximately \$1.6 million of this is being transferred to Capital Projects for infrastructure improvements at the business park. Approximately \$2.1 million is being transferred to the debt service fund. The debt service fund accounts for the payment of the bonds that are supported by the Type A sales tax. This fund's budget is also about \$2.1 million.

The **Burleson Community Services Development Corporation** is also represented in the budget by a revenue fund and a debt service fund. Formed in 1993, the BCSDC administers the 1/2 cent Type B economic development sales tax. The Type B sales tax revenue fund has a budget of about \$3.2 million. The debt service fund has a budget of about \$1.5 million.

The **Economic Development Incentive Fund** accounts for the cost of incentives offered by the City of Burleson to encourage economic development. Expenditures in this fund are budgeted at \$957,000.

GENERAL FUND

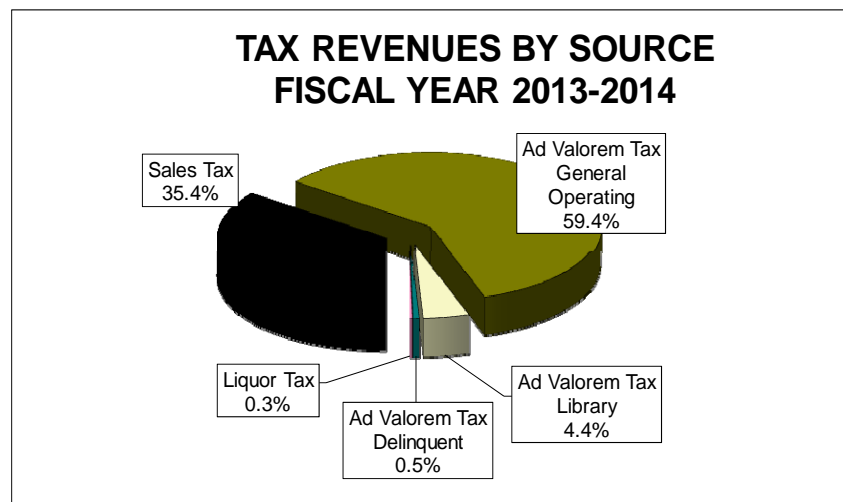
Significant Changes:

- Add police officer to the Auto Theft Task Force - City pays 20%.
- Increase Fire Department overtime for special events so on-duty staff are more readily available for calls.
- Addition of two Firefighters to continue progress toward 4 person per truck staffing.
- Library RFID - use FTW Library purchasing agreement to install system making it easier to check and check out Library materials.
- Increased nuisance abatement budget by \$12,000 to better address substandard structures.
- Improved maintenance of drainage channels with purchase of tractor and boom extension.

Revenues projected in the 2013-2014 General Fund budget total \$27.5 million. This is an increase of about \$1.4 million over the 2012-2013 budget.

Sources of Revenue

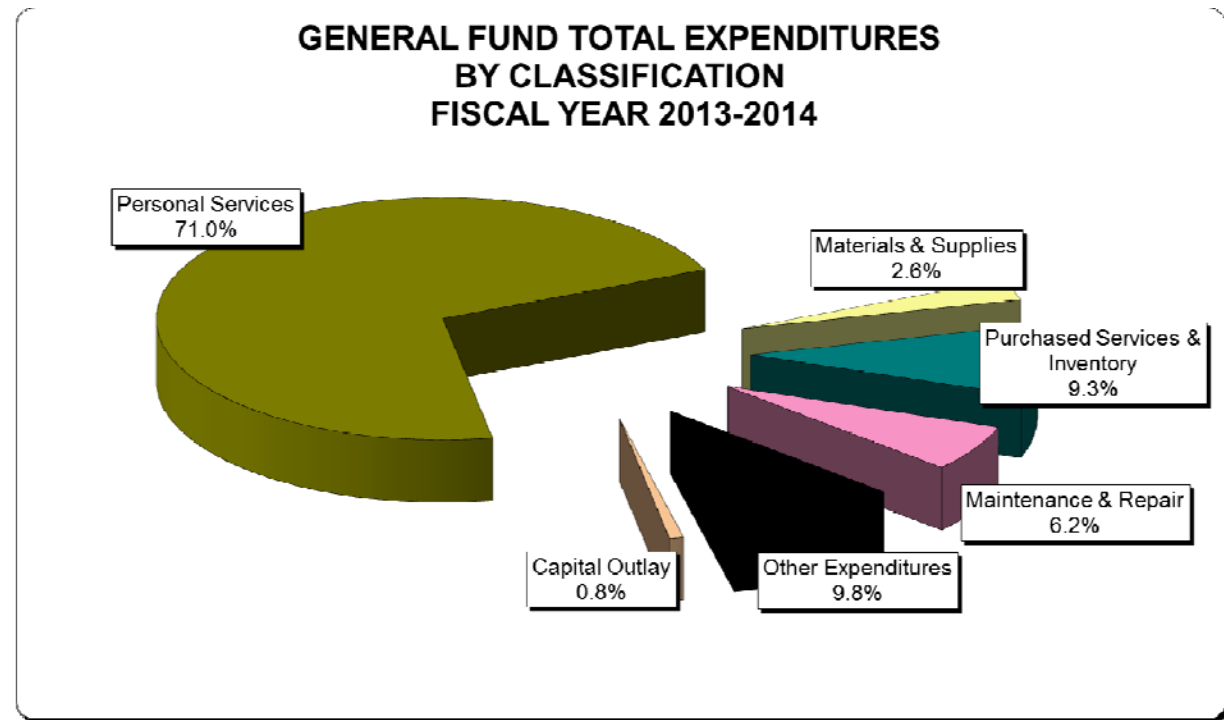
The largest source of General Fund revenue is Ad Valorem Taxes. The proposed 2013-2014 rate is



\$0.69 per \$100 valuation. The maintenance and operations portion of the tax rate (\$0.5278/\$100) is expected to provide \$12.4 million.

The City has numerous, diverse revenue sources to try to limit its reliance on property taxes. The City expects sales tax to provide \$6.9 million, and other taxes to provide another \$161,000; Franchise Fees \$2.1 million; License and Permit Fees \$697,000; Fines and Forfeitures \$1,289,000; Interest \$35,000; Miscellaneous \$1.2 million; and Other Sources \$2.7 million.

Charges (per 1,000 gallons) will increase to \$3.96 for the first 10,000 gallons. The cost for the next 10,000 gallons used will increase to \$4.77 and anything over 20,000 gallons will cost \$5.53. Rates for water used for gas well drilling will increase to \$12.87 per 1,000 gallons.



Classification of Expenditures

The General Fund budget can be divided into six classifications of expenditures. The largest of these classifications, representing 71% of total expenditures, is Personal Services. This class includes the cost of all personnel salaries, benefits, payroll taxes, and training.

WATER & WASTEWATER FUND

The Water & Wastewater Fund is an "enterprise" fund. An enterprise fund runs as a business and is expected to be self-supporting, without requiring tax subsidy. The City purchases its water and wastewater treatment from the City of Fort Worth. Water Rates:

The FY 2013-2014 budget requires a change in water rates. The base water rates are tiered based on meter size ranging from \$12.43/month for 3/4" meters to \$926.26/month for 12" meters. Monthly Volume

Wastewater Rates:

The flat base rate for all meter sizes will decrease from \$15.25 to \$14.95. The variable residential wastewater rate will decrease from \$4.44 to \$4.35 per 1,000 gallons. With an average residence contributing 5,100 gallons of wastewater per month (winter average), this decrease will cost an average residence about \$2.53 less per month.

SOLID WASTE FUND

The purpose of the enterprise fund for Solid Waste is to fully account for all costs associated with the City's solid waste collection operations.

The proposed budget assumes the continuation of the current rates (\$18.10/month).

Expenditures are projected at \$2,752,000. This is 1% less than the FY 2012-2013 adopted budget.