

CITY OF KYLE



Notice of Regular City Council Meeting

KYLE CITY HALL
100 W. Center Street

Notice is hereby given that the governing body of the City of Kyle, Texas will meet at 7:00 PM on 8/23/2012, at Kyle City Hall, 100 West Center Street, Kyle, Texas for the purpose of discussing the following agenda.

Posted this 17th day of August, 2012 prior to 7:00 p.m.

I. Call Meeting To Order

II. Citizen Comment Period With City Council

The City Council welcomes comments from Citizens early in the agenda of regular meetings. Those wishing to speak must sign in before the meeting begins at the Kyle City Hall. Speakers may be provided with an opportunity to speak during this time period, and they must observe the three-minute time limit.

III. Consider and Possible Action

1. Conduct public hearing to obtain comments on the City's Annual Budget for Fiscal Year 2012-13 totaling \$41.6 million for all City Funds as proposed by the City Manager.

 [Attachments](#)

2. Conduct public hearing to obtain comments on the City Manager's proposal to increase miscellaneous City fees and charges by 5 percent in Fiscal Year 2012-13.

 [Attachments](#)

3. Conduct public hearing to obtain comments on the City Manager's proposal to increase water and wastewater service rates by 20 percent on a system-wide basis in Fiscal Year 2012-13 including minimum monthly charge and volumetric rates for all inside and outside City utility customers.

 [Attachments](#)

4. Conduct public hearing to obtain comments on the City Manager's proposal to increase ad valorem tax rate to \$0.5244 per \$100.00 of taxable valuation in order to balance the City's Proposed Budget for Fiscal Year 2012-13.

 [Attachments](#)

5. Consideration and possible action on the City's Proposed Budget for Fiscal Year

2012-13 totaling approximately \$41.6 million in expenditures for all City Funds including ad valorem tax rate, water and wastewater rates, and other fees and charges as proposed by the City Manager ~ *Lanny Lambert, City Manager*

 [Attachments](#)

IV. ADJOURN

At any time during the Regular City Council Meeting, the City Council may adjourn into an Executive Session, as needed, on any item listed on the agenda for which state law authorizes Executive Session to be held

*Per Texas Attorney General Opinion No. JC-0169; Open Meeting & Agenda Requirements, Dated January 24, 2000: The permissible responses to a general member communication at the meeting are limited by 551.042, as follows: "SEC.551.042. Inquiry Made at Meeting. (a) If, at a meeting of a government body, a member of the public or of the governmental body inquires about a subject for which notice has not been given as required by the subchapter, the notice provisions of this subchapter, do not apply to:(1) a statement of specific factual information given in response to the inquiry; or (2) a recitation of existing policy in response to the inquiry. (b) Any deliberation of or decision about the subject of the inquiry shall be limited to a proposal to place the subject on the agenda for a subsequent meeting.



CITY OF KYLE, TEXAS

Public Hearing on City Manager's Proposed Budget for FY 2012-13

Meeting Date: 8/23/2012
Date time: 7:00 PM

Subject/Recommendation: Conduct public hearing to obtain comments on the City's Annual Budget for Fiscal Year 2012-13 totaling \$41.6 million for all City Funds as proposed by the City Manager.

Other Information:

Section 8.05 of the City Charter of the City of Kyle, Texas, requires the City Manager for the timely preparation and presentation of the budget, and to present his recommended budget to the City Council no later than sixty (60) days prior to October 1st of each year.

In compliance with the City Charter, on August 1, 2012, the City Manager will present the City's Proposed Budget for Fiscal Year 2012-13 to the City Council for their consideration.

The Proposed Budget for Fiscal Year 2012-13 is a financial plan for all City Funds, programs, services, operations, and activities for the period covering October 1, 2012 through September 30, 2013. The City's Proposed Budget for Fiscal Year 2012-13 will require raising more revenue from property tax than in the previous year. The City's Proposed Budget will also require raising more revenue from fees and charges, and water and wastewater rates than in the previous year.

The Proposed Budget for Fiscal Year 2012-13 totals approximately \$41.6 million in expenditures for all City Funds which includes approximately \$13.1 million for the City's General Fund.

The City Council is scheduled to hold Public Hearings as part of the Budget Workshops (special called and regular meetings) on the City's Proposed Budget for Fiscal Year 2012-13, property tax rate, fees and charges, and water and wastewater rates at the Kyle City Hall, 100 West Center Street, Kyle, Texas, on the following dates and time:

- Budget Workshop #1: Wednesday, August 1, 2012, 7:00 p.m.
- Budget Workshop #2: Thursday, August 2, 2012, 7:00 p.m.
- Budget Workshop #3: Wednesday, August 8, 2012, 7:00 p.m.
- Budget Workshop #4: Wednesday, August 15, 2012, 7:00 p.m.
- Budget Workshop #5: Thursday, August 23, 2012, 7:00 p.m.
- Budget Workshop #6: Tuesday, September 4, 2012, 7:00 p.m.
(1st Reading)
- Budget Workshop #7: Wednesday, September 5, 2012, 7:00 p.m. (2nd Reading)

Cover Memo
Item # 1

All interested parties are invited to attend the public hearings and provide their comments to the City Council. Electronic copy of the City's Proposed Budget for Fiscal Year 2012-13 will be made available on the City's website beginning August 2, 2012. Paper copy of the Proposed Budget for public inspection will also be available beginning August 2, 2012 during business hours Monday through Thursday from 7:30 a.m. to 5:30 p.m. and from 7:30 a.m. to 11:30 a.m. on Friday (except on a City holiday) at the Kyle City Hall, 100 West Center Street, Kyle, Texas.

Budget Information:

The City's Proposed Budget as recommended by the City Manager for Fiscal Year 2012-13 totals approximately \$41.6 million in expenditures for all City Funds. Please refer to City Manager's Budget Overview and the Proposed Budget for Fiscal Year 2012-13 for more details.

Viewing Attachments Requires Adobe Acrobat. [Click here](#) to download.

Attachments / click to download



CITY OF KYLE, TEXAS

Meeting Date: 8/23/2012
Date time: 7:00 PM

Public Hearing on Fees & Charges

Subject/Recommendation: Conduct public hearing to obtain comments on the City Manager's proposal to increase miscellaneous City fees and charges by 5 percent in Fiscal Year 2012-13.

Other Information: The City Manager's Proposed Budget for Fiscal Year 2012-13 includes proposal to increase the City's miscellaneous fees and charges by five (5) percent except for water and wastewater rates, impact fees, and certain other fees. A number of fees and charges have been formally listed on the City's Fees and Charges Schedule and the implementation of a few new fees for Planning Department and the Parks Department is being proposed.

A detailed Fees and Charges Schedule as proposed for Fiscal Year 2012-13 is attached.

The City Council is scheduled to hold Public Hearings as part of the Budget Workshops (special called and regular meetings) on the City's Proposed Budget for Fiscal Year 2012-13, property tax rate, fees and charges, and water and wastewater rates at the Kyle City Hall, 100 West Center Street, Kyle, Texas, on the following dates and time:

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All interested parties are invited to attend the public hearings and provide their comments to the City Council. Electronic copy of the City's Proposed Budget for Fiscal Year 2012-13 will be made available on the City's website beginning August 2, 2012. Paper copy of the Proposed Budget for public inspection will also be available beginning August 2, 2012 during business hours Monday through Thursday from 7:30 a.m. to 5:30 p.m. and from 7:30 a.m. to 11:30 a.m. on Friday (except on a City holiday) at the Kyle City Hall, 100 West Center Street, Kyle, Texas.

Cover Memo

Item # 2

Budget Information:

The City's Proposed Budget as recommended by the City Manager for Fiscal Year 2012-13 totals approximately \$41.6 million in expenditures for all City Funds. Please refer to City Manager's Budget Overview and the Proposed Budget for Fiscal Year 2012-13 for more details.

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Attachments / click to download

 [Proposed Fees & Charges Schedule FY 2012-13](#)

**City of Kyle, Texas
Fees and Charges Schedule
Proposed FY 2012-13 Budget**

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Admin/General Revenue						
General Administration Fees						
	Admin	Notary Services and Fees				
	Admin	Acknowledgements & Proofs	\$6.00	\$6.00	\$0.00	0.00%
	Admin	Certified Copies	\$6.00	\$6.00	\$0.00	0.00%
	Admin	Oaths and Affirmations	\$6.00	\$6.00	\$0.00	0.00%
	Admin	All other notarial acts not listed	\$6.00	\$6.00	\$0.00	0.00%
	Admin	*Exception to notary fee for PD and Court activity				
	General	Returned Check Fee (per check)	\$34.50	\$36.25	\$1.75	5.07%
	General	Black & White Copies (per side of 8 ½ x 11)	\$0.30	\$0.30	\$0.00	0.00%
	General	Color Copies (per side of 8 ½ x 11)	\$0.60	\$0.60	\$0.00	0.00%
	General	Newspaper Publication Fee	\$172.50	\$181.15	\$8.65	5.01%
	General	Electronic Payment Processing Fee (per transaction)	\$2.50	\$3.00	\$0.50	20.00%
Chapter 11. Businesses						
11-99(2)	General	Release of a sealed coin-operated machine	\$5.75	\$15.00	\$9.25	160.87%
11-131(d)	General	Pool halls license (per table)	\$11.50	\$15.00	\$3.50	30.43%
Art. IX - Taxicabs						
11-311(a)	General	Taxicabs - Operating permit (maximum of five years)				
	General	First year	\$57.50	\$60.40	\$2.90	5.04%
	General	Additional years	\$28.75	\$30.20	\$1.45	5.04%
	General	New permit or expansion of number of taxicabs (per year)	\$57.50	\$60.40	\$2.90	5.04%
11-314	General	Taxicabs - Replacement permit	\$17.25	\$25.00	\$7.75	44.93%
50-259	General	Impact fee (based on plat filing date and # of LUEs)				
	General	Schedule of water impact fees/LUE*				
	General	* See below table for LUE determination				
	General	From incorporation to 9-17-1984	\$0.00	\$0.00	\$0.00	0.00%
	General	From 9-18-1984 to 4-14-1986	\$0.00	\$0.00	\$0.00	0.00%
	General	From 4-15-1986 to 6-27-1990	\$1,500.00	\$1,500.00	\$0.00	0.00%
	General	From 6-28-1990 to 2-17-1997	\$841.00	\$841.00	\$0.00	0.00%
	General	From 2-18-1997 to 4-02-2001	\$1,320.00	\$1,320.00	\$0.00	0.00%
	General	From 4-3-2001 to 3-03-2008	\$1,100.00	\$1,100.00	\$0.00	0.00%
	General	From 3-4-2008 to present	\$2,115.00	\$2,115.00	\$0.00	0.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
	General	Schedule of sewer impact fees/LUE*				
	General	* See below table for LUE determination				
	General	From incorporation to 9-17-1984	\$0.00	\$0.00	\$0.00	0.00%
	General	From 9-18-1984 to 4-14-1986	\$1,000.00	\$1,000.00	\$0.00	0.00%
	General	From 4-15-1986 to 6-27-1990	\$1,500.00	\$1,500.00	\$0.00	0.00%
	General	From 6-28-1990 to 2-17-1997	\$1,062.00	\$1,062.00	\$0.00	0.00%
	General	From 2-18-1997 to 4-2-2001	\$1,132.00	\$1,132.00	\$0.00	0.00%
	General	From 4-03-2001 to 3-03-2008	\$1,613.00	\$1,613.00	\$0.00	0.00%
	General	From 3-4-2008 to present	\$2,216.00	\$2,216.00	\$0.00	0.00%
	General	LUE Determination Table				
	General	Estimated Maximum Expected Flow Rate (gpm)	Displacement & Multi-jet SRII & PMM	Compound C702, Table 1.	Turbine C701, Table 2. OMNI C2 & WR*	Living Unit Equivalents (LUEs)
	General	10	5/8" x 3/4"			1
	General	15	3/4"			1.5
	General	25	1"			2.5
	General	50	1.5"			5
	General	80	2"	2"	1.5"	8
	General	100			2"	10
	General	160		3"		16
	General	240			3"	24
	General	250		4"		25
	General	420			4"	42
	General	500		6"		50
	General	800		8"		80
	General	920			6"	92
	General	1600			8" *	160
	General	* The WR turbine meter is for 8" size only and does not have low flow accuracy capability.				

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Building Revenue						
Chapter 8. Building Regulations						
Art. IV - Building permit fee components						
8-99	Bldg	Valuation of the addition does not exceed \$500.00	No Fee	No Fee	\$0.00	0.00%
	Bldg	Valuation of the work is \$500.00 or less, but one or more inspections are required because work includes structural alterations, mechanical system, etc.	\$46.00	\$48.30	\$2.30	5.00%
	Bldg	Per required inspection	\$51.75	\$54.34	\$2.59	5.00%
8-100	Bldg	Base permit fees				
	Bldg	Single-family residential (in square feet)				
	Bldg	900 or less	\$140.52	\$147.54	\$7.03	5.00%
	Bldg	901--1,200	\$238.89	\$250.83	\$11.94	5.00%
	Bldg	1,201--1,500	\$323.20	\$339.36	\$16.16	5.00%
	Bldg	1,501--2,000	\$407.50	\$427.88	\$20.38	5.00%
	Bldg	2,001--2,500	\$576.13	\$604.93	\$28.81	5.00%
	Bldg	2,501--3,000	\$829.13	\$870.58	\$41.46	5.00%
	Bldg	3,001+	\$913.36	\$959.03	\$45.67	5.00%
	Bldg	Per each additional 1,000 square feet or fraction	\$71.88	\$75.47	\$3.59	5.00%
	Bldg	Base permit fees				
	Bldg	Commercial and multifamily (in square feet)				
	Bldg	100 or less	\$134.40	\$141.12	\$6.72	5.00%
	Bldg	100--500	\$198.38	\$208.29	\$9.92	5.00%
	Bldg	1--1,000	\$245.99	\$258.28	\$12.30	5.00%
	Bldg	1,001--1,500	\$340.23	\$357.24	\$17.01	5.00%
	Bldg	1,501--2,000	\$429.49	\$450.97	\$21.47	5.00%
	Bldg	2,001--2,500	\$500.17	\$525.18	\$25.01	5.00%
	Bldg	2,501--3,000	\$555.96	\$583.75	\$27.80	5.00%
	Bldg	3,001--3,500	\$611.75	\$642.34	\$30.59	5.00%
	Bldg	3,501--4,000	\$667.54	\$700.92	\$33.38	5.00%
	Bldg	4,001--4,500	\$723.33	\$759.49	\$36.17	5.00%
	Bldg	4,501--5,000	\$779.11	\$818.07	\$38.96	5.00%
	Bldg	5,001--8,000	\$1,113.89	\$1,169.58	\$55.69	5.00%
	Bldg	8,001--11,000	\$1,696.61	\$1,781.44	\$84.83	5.00%
	Bldg	11,001--14,000	\$2,775.27	\$2,914.04	\$138.76	5.00%
	Bldg	14,001--17,000	\$3,110.03	\$3,265.53	\$155.50	5.00%
Bldg	17,001--20,000	\$3,444.79	\$3,617.03	\$172.24	5.00%	
Bldg	20,001--25,000	\$4,250.68	\$4,463.21	\$212.53	5.00%	
Bldg	25,001--30,000	\$4,808.61	\$5,049.04	\$240.43	5.00%	
Bldg	30,001--35,000	\$5,364.82	\$5,633.06	\$268.24	5.00%	
Bldg	35,001+	\$5,364.82	\$5,633.06	\$268.24	5.00%	
Bldg	Per each additional 1,000 square feet or fraction	\$138.00	\$144.90	\$6.90	5.00%	

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
8-101	Bldg	Cost to review such plans				
	Bldg	Residential percentage of base fee	25%	25%	\$0.00	0.00%
	Bldg	Multifamily & Commercial percentage of base fee plus rate/hour for hours worked	25% plus \$97.75/hour	25% plus \$102.64/hour	\$4.89	5.00%
8-102	Bldg	Inspection fees (multiplied by the minimum number of inspections required pursuant to codes)				
	Bldg	Single-family dwelling	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Multi-family and commercial	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Inspection fee for testing of lead and no direct connection between public drinking water supply and a potential source contamination exists as required by TCEQ	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Reinspections				
	Bldg	Single-family dwellings	\$57.50	\$60.40	\$2.90	5.04%
	Bldg	Multifamily and commercial	\$69.00	\$72.45	\$3.45	5.00%
	Bldg	For each inspection requested out of sequence	\$51.75	\$54.35	\$2.60	5.02%
8-103	Bldg	Other building permit fees				
	Bldg	Moving structures (plus police escort fee)	\$115.00	\$120.75	\$5.75	5.00%
	Bldg	Demolition permits	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	For each required demolition inspection	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Manufactured or mobile home (if not installed by a registered retailer or installer)	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Per required inspection	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Swimming pools and spas (construction or installation)	\$115.00	\$120.75	\$5.75	5.00%
	Bldg	For each required pool/spa inspection	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Irrigation and backflow prevention assembly	\$57.50	\$60.38	\$2.88	5.00%
	Bldg	For each required inspection	\$46.00	\$48.30	\$2.30	5.00%
	Bldg	Certain structures with roof	\$57.50	\$60.38	\$2.88	5.00%
	Bldg	Per each required inspection	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	(Construction of porches, patios, decks, carports, storage sheds, etc., under roof and not otherwise permitted)				
	Bldg	Remodeling and alterations	\$46.00	\$48.30	\$2.30	5.00%
	Bldg	(Structural alterations, repairs, and remodeling on all structures, including shell buildings and mobile or manufactured homes, for which a permit is not otherwise required if less than 200 sq. ft.)				
	Bldg	Single-family residential per required inspection	\$51.75	\$54.34	\$2.59	5.00%
Bldg	Multifamily and commercial per required inspection	\$63.25	\$66.41	\$3.16	5.00%	

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
	Bldg	Certificate of occupancy fee				
	Bldg	(If vacant or unused for one year, an inspection will be performed to determine the requirements to bring the building or other structure into compliance with current city ordinances and life, safety and health codes for the intended occupancy)				
	Bldg	Single-family residential	\$74.75	\$78.49	\$3.74	5.00%
	Bldg	Multifamily, commercial or industrial	\$86.25	\$90.56	\$4.31	5.00%
	Bldg	Required inspection time (per hour; one-hour minimum)	\$74.75	\$78.49	\$3.74	5.00%
8-105	Bldg	Existing buildings and structures				
	Bldg	Single-family	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Multifamily and commercial	\$86.25	\$90.56	\$4.31	5.00%
8-106	Bldg	Construction in extraterritorial jurisdiction (ETJ)				
	Bldg	Residential (minimum)	\$40.25	\$42.26	\$2.01	5.00%
	Bldg	Per inspection required	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Commercial Plumbing	\$51.75	\$54.34	\$2.59	5.00%
	Bldg	Multifamily and commercial per inspection	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Food/Beverage Establishment				
	Bldg	(Food Service, retail food, food processing plant or warehouse) Permit valid from Oct 01 to Sept 30				
	Bldg		1 to 5 (\$115.00)	1 to 5 (\$120.75)	\$5.75	5.00%
	Bldg		6 to 19 (\$172.50)	6 to 19 (\$181.15)	\$8.65	5.01%
	Bldg		20 plus (\$287.50)	20 plus (\$301.90)	\$14.40	5.01%
	Bldg	Expired permit late fee	\$57.50	\$60.38	\$2.88	5.00%
	Bldg	Plan Review fee	50% of permit fee	50% of permit fee	\$0.00	0.00%
	Bldg	Fire Protection Inspections				
	Bldg	Fire line underground	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Underground hydrostatic test	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Sprinkler pipe visual	\$172.50 minimum	\$181.15 minimum	\$8.65	5.01%
	Bldg	(Less than or equal to 50 heads)	\$0.60/head for ≤ 50	\$0.63/head for ≤ 50	\$0.03	5.00%
	Bldg	(More than 50 heads)	\$57.50 for > 50	\$60.38 for > 50	\$2.88	5.01%
	Bldg	Above ground hydrostatic test	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Kitchen hood	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Sprinkler final	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Alarm System Final	\$115.00 minimum	\$120.75 minimum	\$5.75	5.00%
	Bldg	(Less than or equal to 20 devices)	\$0.60/device for ≤ 20	\$0.63/device for ≤ 20	\$0.03	5.00%
	Bldg	(More than 20 devices)	\$57.50 for > 20	\$60.38 for > 20	\$2.88	5.01%
	Bldg	Fire Final	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Access Control Gates	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Underground/above ground storage tank	\$178.25	\$187.16	\$8.91	5.00%
	Bldg	Plan Review (\$50 minimum)	\$0.01/sq.ft.	\$0.01/sq.ft.	\$0.00	0.00%
	Bldg	Building administrative fees	\$57.50	\$60.38	\$2.88	5.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Art. V - Mobile homes, manufactured homes and parks						
8-151	Bldg	Construction of a permanent residential and/or commercial structure in any mobile home park	\$189.75	\$199.24	\$9.49	5.00%
	Bldg	Plus per space amount	\$11.50	\$12.08	\$0.57	5.00%
8-152	Bldg	Mobile home owner's inspection certificate for initial hookup	\$31.65	\$33.23	\$1.58	5.00%
	Bldg	Reinspection	\$19.00	\$19.95	\$0.95	5.00%
	Bldg	Mobile home park certificate of inspection	\$63.25	\$66.41	\$3.16	5.00%
	Bldg	Plus per space amount	\$1.15	\$1.21	\$0.06	5.00%
	Bldg	Reinspection	\$19.00	\$19.95	\$0.95	5.00%
8-224	Bldg	Model home permit (for each application or resubmittal rejected application--to occupy)	\$63.25	\$66.41	\$3.16	5.00%
11-168	Bldg	Itinerant merchant (Solicitor's Permit), itinerant vendor license (per quarter)	\$28.75	\$30.20	\$1.45	5.04%
	Bldg	Mobile Food Vendor (Cold - per quarter)	\$43.15	\$45.30	\$2.15	4.98%
	Bldg	Mobile Food Vendor (Hot - per quarter)	\$50.30	\$52.80	\$2.50	4.97%
	Bldg	Temp Food Vendor (Cold - per month)	\$17.25	\$18.10	\$0.85	4.93%
	Bldg	Temp Food Vendor (Cold - per month)	\$20.15	\$21.15	\$1.00	4.96%
Chapter 29. Signs						
29-70	Bldg	Permit fee (based on gross surface area square footage)				
	Bldg	Up to 40	\$28.75	\$30.19	\$1.44	5.00%
	Bldg	41 to 60	\$57.50	\$60.38	\$2.88	5.00%
	Bldg	61 to 120	\$115.00	\$120.75	\$5.75	5.00%
	Bldg	121 to 200	\$201.25	\$211.31	\$10.06	5.00%
	Bldg	201 and larger	\$373.75	\$392.44	\$18.69	5.00%
	Bldg	Contractor Registration Fee (Annual)	\$11.50	\$12.05	\$0.55	4.78%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Court Revenue						
Chapter 14. Courts						
14-60	Court	Nonstandardized sheet size, postal charges	Actual costs	Actual costs	\$0.00	0.00%
	Court	All other court fees are established in accordance to C.C.P (Court of Criminal Procedures) Chapter 102, Subchapter C, Article 102.071. http://www.statutes.legis.state.tx.us/Docs/CR/htm/CR.102.htm				

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Library Revenue						
Article V: Ord No: 358 Section 2-465. Library						
	Library	Printing and Photocopying Fees				
	Library	Color Printing (per page)	\$0.60	\$0.60	\$0.00	0.00%
	Library	Black/White Printing (per page)	\$0.15	\$0.15	\$0.00	0.00%
	Library	Photocopying Fee (per page if one-sided)	\$0.15	\$0.15	\$0.00	0.00%
	Library	Photocopying Fee (per page if double-sided)	\$0.25	\$0.30	\$0.05	20.00%
	Library	Overdue Books/DVDs/VHS Fees				
	Library	Overdue Book (per day)	\$0.10	\$0.15	\$0.05	50.00%
	Library	Overdue DVD or VHS tape (per day)	\$0.30	\$0.30	\$0.00	0.00%
	Library	Lost or damaged library item	Cost of item plus any overdue fees	Cost of item plus any overdue fees	\$0.00	0.00%
	Library	Fax Fees				
	Library	Incoming (per page)	\$0.30	\$0.30	\$0.00	0.00%
	Library	Outgoing				
	Library	Up to 5 pages	\$2.30	\$2.40	\$0.10	4.35%
	Library	6 – 10 pages	\$4.60	\$4.85	\$0.25	5.43%
	Library	11 – 15 pages	\$6.90	\$7.25	\$0.35	5.00%
	Library	16 – 20 pages	\$9.20	\$9.65	\$0.45	4.89%
	Library	21 – 25 pages	\$11.50	\$12.10	\$0.60	5.22%
	Library	International Fax				
	Library	Up to 5 pages	\$4.60	\$4.85	\$0.25	5.43%
	Library	6 – 10 pages	\$9.20	\$9.65	\$0.45	4.89%
	Library	11 – 15 pages	\$13.80	\$14.50	\$0.70	5.07%
	Library	16 - 20 pages	\$18.40	\$19.30	\$0.90	4.89%
	Library	21 - 25 pages	\$23.00	\$24.15	\$1.15	5.00%
	Library	Inter-Library Lending Fee (per book)	\$2.00	\$2.10	\$0.10	5.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
PARD Revenue						
Chapter 26. Parks and Recreation						
26-146(a)(1)	PARD	Community Rooms - Kyle Resident (per hour)	\$32.50	\$35.00	\$2.50	7.69%
	PARD	Community Rooms - Kyle Resident (per day)	\$152.50	\$175.00	\$22.50	14.75%
	PARD	Community Rooms - Non-Kyle Resident (per hour)	\$62.50	\$70.00	\$7.50	12.00%
	PARD	Community Rooms - Non-Kyle Resident (per day)	\$302.50	\$350.00	\$47.50	15.70%
26-146(a)(3)	PARD	Gazebo-City Square Park - Kyle Resident (per hour)	\$12.50	\$15.00	\$2.50	20.00%
26-146(a)(3)	PARD	Gazebo-City Square Park - Non-Kyle Resident (per hour)	\$22.50	\$30.00	\$7.50	33.33%
	PARD	Historic Kyle City Hall - Kyle Resident (10% Discount for KASZ Members) (per hour)	\$102.50	\$105.00	\$2.50	2.44%
	PARD	Historic Kyle City Hall - Kyle Resident (10% Discount for KASZ Members) (per day)	\$502.50	\$525.00	\$22.50	4.48%
	PARD	Historic Kyle City Hall - Non- Kyle Resident (10% Discount for KASZ Members) (per hour)	\$202.50	\$210.00	\$7.50	3.70%
26-146(a)(4)	PARD	Historic Kyle City Hall - Non- Kyle Resident (10% Discount for KASZ Members) (per day)	\$1,002.50	\$1,050.00	\$47.50	4.74%
	PARD	Sports Field - Kyle Resident				
26-146(a)(4)	PARD	Without lights (per hour)	\$12.50	\$15.00	\$2.50	20.00%
	PARD	With lights (per hour)	\$27.50	\$30.00	\$2.50	9.09%
26-146(a)(4)	PARD	Sports Field - Non-Kyle Resident				
	PARD	Without lights (per hour)	\$22.50	\$30.00	\$7.50	33.33%
	PARD	With lights (per hour)	\$52.50	\$60.00	\$7.50	14.29%
26-146(a)(5)	PARD	Concession Sales – Kyle Resident (per hour)	\$12.50	\$15.00	\$2.50	20.00%
26-146(a)(5)	PARD	Concession Sales – Non Kyle Resident (per hour)	\$22.50	\$30.00	\$7.50	33.33%
26-146(a)(6)	PARD	Covered Pavillion – Kyle Resident (per hour)	\$22.50	\$25.00	\$2.50	11.11%
26-146(a)(6)	PARD	Covered Pavillion – Non Kyle Resident (per hour)	\$42.50	\$50.00	\$7.50	17.65%
26-146(a)(7)	PARD	Table Rentals in all parks and pool (per day)		\$10.00	\$10.00	100.00%
26-146(a)(8)	PARD	Tournament Rental (Sports Complex at Gregg-Clarke Park Includes Fields # 1-#4)(day)		\$500.00	\$500.00	100.00%
26-146(a)(9)	PARD	Banner Ads at Gregg-Clarke Park (annual per square foot -based on location)		\$5.00 - \$15.00	\$5.00 - \$15.00	100.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
	PARD	Private Event Rental Clean-Up Deposit (only \$100 is refundable)	\$102.50 plus add'l expenses incurred over deposit	\$102.50 plus add'l expenses incurred over deposit	\$0.00	0.00%
	PARD	Special Event Rental Clean-Up Deposit (only \$500 is refundable)		\$502.50 plus add'l expenses incurred over deposit	\$502.50	100.00%
26-146(a)(8)	PARD	Swimming pool				
	PARD	Open Swim Fees				
	PARD	Kyle residents				
	PARD	Ages 3 and under	N/A	N/A	\$0.00	0.00%
	PARD	Ages 4 - 12	\$1.00	\$1.00	\$0.00	0.00%
	PARD	Ages 13 - 17	\$2.00	\$2.00	\$0.00	0.00%
	PARD	Ages 18 - 54	\$3.00	\$3.00	\$0.00	0.00%
	PARD	Ages 55 and above	\$1.00	\$1.00	\$0.00	0.00%
	PARD	Non-Kyle residents (ages 4 and above)	\$4.00	\$4.00	\$0.00	0.00%
	PARD	Season Pass				
	PARD	Kyle residents				
	PARD	Ages 3 and under	N/A	N/A	\$0.00	0.00%
	PARD	Ages 4 - 12	\$32.50	\$26.00	(\$6.50)	-20.00%
	PARD	Ages 13 - 17	\$42.50	\$52.00	\$9.50	22.35%
	PARD	Ages 18- 54	\$52.50	\$78.00	\$25.50	48.57%
	PARD	Ages 55 and above	\$32.50	\$26.00	(\$6.50)	-20.00%
	PARD	Family of five (additional family member(s) must purchase pass in their age group)	\$152.50	\$160.00	\$7.50	4.92%
	PARD	Non-Kyle residents				
	PARD	Ages 3 and under	N/A	N/A	\$0.00	0.00%
	PARD	Ages 4 - 12	\$62.50	\$104.00	\$41.50	66.40%
	PARD	Ages 13 - 17	\$82.50	\$104.00	\$21.50	26.06%
	PARD	Ages 18 - 54	\$102.50	\$104.00	\$1.50	1.46%
	PARD	Ages 55 and above	\$62.50	\$104.00	\$41.50	66.40%
	PARD	Family of five (additional family member must purchase pass in their age group)	\$302.50	\$320.00	\$17.50	5.79%
	PARD	Punch Card				
	PARD	Kyle residents				
	PARD	Ages 4 - 12	\$12.50	\$13.00	\$0.50	4.00%
	PARD	Ages 13 - 17	\$22.50	\$26.00	\$3.50	15.56%
	PARD	Ages 18 - 54	\$32.50	\$39.00	\$6.50	20.00%
	PARD	Ages 55 and above	\$12.50	\$13.00	\$0.50	4.00%
	PARD	Non-Kyle residents				
PARD	Ages 4 - 12	\$42.50	\$52.00	\$9.50	22.35%	
PARD	Ages 13 - 17	\$42.50	\$52.00	\$9.50	22.35%	
PARD	Ages 18 - 54	\$42.50	\$52.00	\$9.50	22.35%	
PARD	Ages 55 and above	\$42.50	\$52.00	\$9.50	22.35%	

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
	PARD	Private rental of Kyle Pool, includes lifeguards (two-hour minimum; cost depends on number of guests/swimmers) Kyle Resident or Non-Resident	\$52.50 - \$227.50/Hour	\$60.00 - \$250.00/Hour	\$7.50 - \$22.50	9.9% - 14.3%
	PARD	Swim Lessons (Kyle Resident and Non-Resident)				
	PARD	Group Swim Lessons (per session)	\$52.50	\$53.00	\$0.50	0.95%
	PARD	Preschool Swim Lessons (per session)	\$47.50	\$48.00	\$0.50	1.05%
	PARD	Private Swim Lessons (per session)	\$77.50	\$78.00	\$0.50	0.65%
	PARD	Parent-Tot Swim Lessons (per session)	\$52.50	\$53.00	\$0.50	0.95%
26-146(b)	PARD	PARD Programs				
	PARD	Polar Bear Swim (per person)	\$22.50	\$25.00	\$2.50	11.11%
	PARD	Sports Leagues (per person)	\$32.50 - \$92.50	\$25.00 - \$125.00	(\$7.50) - \$32.50	-23.1% - 35.1%
	PARD	Hooked on Fishing Programs (per person)	\$22.50 - \$52.50	\$25.00 - \$75.00	\$2.50 - \$22.50	11.11 - 42.9%
	PARD	Safety Training Programs	\$7.50 - \$152.50	\$10.00 - \$175.00	\$2.50 - \$22.50	14.8 - 33.33%
	PARD	Summer Youth Camps - Registration	\$27.50	\$27.50	\$0.00	0.00%
	PARD	Summer Youth Camps - Per week, per child	\$117.50	\$117.50	\$0.00	0.00%
	PARD	Family Campout	\$102.50/family of 4 plus \$22.50 per each additional person	\$120.00/family of 4 plus \$25.00 per each additional person	\$2.50	11.11%
	PARD	Recreation Contract Programs	Refer to contract for rates and commission	Refer to contract for rates and commission	\$0.00	0.00%
	PARD	Teen Nights	\$6.50/person	\$6.50/person	\$0.00	0.00%
	PARD	July 4 th Fireworks - Sponsor Fees (depends on donation amount)	\$1.00 - \$10,000.00	\$1.00 - \$10,000.00	\$0.00	0.00%
	PARD	Movies in the Park - Sponsor Fees (depends on donation amount)	\$1.00 - \$10,000.00	\$1.00 - \$10,000.00	\$0.00	0.00%
	PARD	Office Point of Purchase Sales (varies based on product)		\$1.00 - \$50.00	\$1.00 - \$50.00	100.00%
	PARD	Santa's Arrival & School Choirs				
	PARD	Booth Spaces	\$42.50 - \$77.50	\$45.00 - \$90.00	\$2.50 - \$12.50	5.9% - 16.1%
PARD	Sponsorships (depends on donation amount)	\$1.00 - \$10,000.00	\$1.00 - \$10,000.00	\$0.00	0.00%	
PARD	Texas Hunting and Fishing Licenses Rates Vary - Set by State of Texas - please refer to http://www.tpwd.state.tx.us/business/licenses/public/recreational/ for the current amount being charged. The amount listed on the website does include a 5% sales commission to the City.					
Chapter 41. Subdivisions						
41-147(b)	PARD	Parkland dedication fee - Land (per LUE at final plat)	\$600.00/LUE	\$600.00/LUE	\$0.00	0.00%
	PARD	Parkland dedication fee - Improvements/Facilities (per LUE at final plat)	\$600.00/LUE	\$600.00/LUE	\$0.00	0.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
PD Revenue						
Chapter 5. Animals						
5-156(d)	PD	Adoption of animals from shelter	\$86.25	\$90.55	\$4.30	4.99%
5-184	PD	Failure of a dog or cat to wear a vaccination tag	\$23.00	\$24.15	\$1.15	5.00%
5-185	PD	Annual Animal License Fee - Unneutered dog or cat	\$6.90	\$10.00	\$3.10	44.93%
	PD	Annual Animal License Fee - Neutered dog or cat	\$4.15	\$5.00	\$0.85	20.48%
	PD	Annual Animal License Fee - Other animals	\$4.15	\$5.00	\$0.85	20.48%
5-213(a)	PD	Commercial animal enterprises and multiple animal ownership				
	PD	Circus or zoo	\$575.00	\$603.75	\$28.75	5.00%
	PD	Commercial animal enterprise	\$115.00	\$120.75	\$5.75	5.00%
	PD	Multiple animal owner	\$57.50	\$60.38	\$2.88	5.00%
	PD	Guard dog	\$57.50	\$60.38	\$2.88	5.00%
	PD	Annual renewal fee for all	\$57.50	\$60.38	\$2.88	5.00%
5-9 (all fees)	PD	Impoundment Fee (Per Animal Captured)				
	PD	Unneutered Dog or Cat - First Time	\$20.70	\$21.74	\$1.04	5.00%
	PD	Second Time	\$34.50	\$36.23	\$1.73	5.00%
	PD	Third Time	\$69.00	\$72.45	\$3.45	5.00%
	PD	Neutered Dog or Cat - First Time	\$20.70	\$21.74	\$1.04	5.00%
	PD	Second Time	\$34.50	\$36.23	\$1.73	5.00%
	PD	Third Time	\$69.00	\$72.45	\$3.45	5.00%
	PD	Fowl or Other Small Animal - First Time	\$20.70	\$21.74	\$1.04	5.00%
	PD	Second Time	\$34.50	\$36.23	\$1.73	5.00%
	PD	Third Time	\$69.00	\$72.45	\$3.45	5.00%
	PD	Livestock - First Time	\$57.50	\$60.38	\$2.88	5.00%
	PD	Second Time	\$230.00	\$241.50	\$11.50	5.00%
	PD	Third Time	\$402.50	\$422.63	\$20.13	5.00%
	PD	Zoological and/or Circus Animal - First Time	\$115.00	\$120.75	\$5.75	5.00%
	PD	Second Time	\$230.00	\$241.50	\$11.50	5.00%
	PD	Third Time	\$575.00	\$603.75	\$28.75	5.00%
	PD	More than four violations by any pet or combination thereof owned by the same person in three years or less shall be a flat fee for each impoundment thereafter	\$575.00	\$603.75	\$28.75	5.00%
	PD	Impoundment Fee (Per Animal Captured)				
	PD	Owner/Harbored Animal Surrender Fees				
	PD	Cats	\$28.75	\$30.19	\$1.44	5.00%
	PD	Dogs	\$28.75	\$30.19	\$1.44	5.00%
	PD	Litters dogs or cats	\$51.75	\$54.34	\$2.59	5.00%
	PD	Other small animals	\$11.50	\$12.08	\$0.57	5.00%
PD	Large animals	N/A	N/A	0.00%	0.00%	

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
11-282	PD	Commercial Towing and Wrecker Service				
	PD	Within City Limits	\$57.50	\$60.38	\$2.88	5.00%
	PD	Outside City Limits	\$57.50	\$60.38	\$2.88	5.00%
	PD	Per Mile	\$1.15	\$1.21	\$0.06	5.00%
	PD	Dolly Required Tow	\$80.50	\$84.53	\$4.03	5.00%
	PD	Exceptional labor (per hour; one hour minimum)	\$28.75	\$30.19	\$1.44	5.00%
	PD	Does not include normal hook-up procedures or routine cleanup when it takes 30 minutes or less				
	PD	Storage for first five days for storage fees (per day)	\$5.75	\$6.04	\$0.29	5.00%
	PD	After first five days (per day)	\$8.05	\$8.45	\$0.40	5.00%
	PD	Separate charge for a trailer				
	PD	Inside storage fees requested by the owner or operator of the vehicle (per day)	\$11.50	\$12.08	\$0.57	5.00%
	PD	If inside storage is requested by police department, the city shall pay the difference between the regular and inside storage fee				
	PD	Waiting at the scene for permission to remove vehicle after first 30 minutes (per hour)	\$23.00	\$24.15	\$1.15	5.00%
PD	Exceptional labor used to retrieve a vehicle from a river, creek, or any waterway	Actual costs	Actual costs	\$0.00	0.00%	
11-283	PD	Administration fee for each nonconsent or motor vehicle accident tow performed	\$5.75	\$6.04	\$0.29	5.00%
11-285	PD	Vehicles released during hours other than normal business hours	\$23.00	\$24.15	\$1.15	5.00%
23-241(b)	PD	Abandoned motor vehicles (garagekeepers report)	\$11.50	\$12.08	\$0.57	5.00%
	PD	Crash Report Fee - Requested Online (per report)				
	PD	Total Charge	\$6.00	\$6.00	\$0.00	0.00%
	PD	PoliceReports.us Fee	\$2.50	\$2.50	\$0.00	0.00%
	PD	Net Amount Remitted to City	\$3.50	\$3.50	\$0.00	0.00%
	PD	Crash Report Fee - Requested at PD (per report)	\$6.00	\$6.00	\$0.00	0.00%
	PD	PD Certification of Crash Report (per report; in addition to Crash Report Fee)	\$2.00	\$2.00	\$0.00	0.00%
	PD	Local Background / Police Clearance Letter		\$5.00	\$5.00	100.00%
	PD	All other police department fees are established in accordance to the AG Charge Schedule authorized by the Texas Administrative Code, Title 1, Part 3, Chapter 70, Rule Section 70.3. http://info.sos.state.tx.us/pls/pub/readtac\$ext.TacPage?sl=R&app=9&p_dir=&p_rloc=&p_tloc=&p_ploc=&pg=1&p_tac=&ti=1&pt=3&ch=70&rl=3				

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Planning Revenue						
Subdivision Plats						
8-108	Plan	Concept plan (filing and review) - Base	\$632.50	\$1,058.01	\$425.51	67.27%
	Plan	Concept plan (filing and review) - + Per Acre Fee	\$17.25	\$17.25	\$0.00	0.00%
	Plan	Deposit to apply to engineer review fee	\$632.50	N/A	N/A	N/A
8-109	Plan	Short form plat - Base	\$379.50	\$431.70	\$52.20	13.75%
	Plan	Short form plat - + Per Lot Fee	\$5.75	\$5.75	\$0.00	0.00%
	Plan	Deposit to apply to engineer review fee	\$948.75	N/A	N/A	N/A
8-110	Plan	Preliminary plan - Base	\$575.00	\$954.84	\$379.84	66.06%
	Plan	Preliminary plan - + Per Lot Fee	\$5.75	\$5.75	\$0.00	0.00%
	Plan	Deposit to apply to engineer review fee	\$948.75	N/A	N/A	N/A
	Plan	Deposit to apply to engineer review fee - + Per Lot Fee	\$28.75	N/A	N/A	N/A
8-111	Plan	Final plat - Base	\$632.50	\$1,088.34	\$455.84	72.07%
	Plan	Final plat - + Per Acre Fee	\$17.25	\$17.25	\$0.00	0.00%
	Plan	Deposit to apply to engineer review fee	\$1,265.00	N/A	N/A	N/A
	Plan	Deposit to apply to engineer review fee - + Per Lot Fee	\$23.00	N/A	N/A	N/A
8-112	Plan	Site development - Base	\$747.50	\$1,554.08	\$806.58	107.90%
	Plan	Site development - + Per Acre Fee	\$86.25	\$86.25	\$0.00	0.00%
	Plan	Deposit to apply to engineer review fee	\$948.75	N/A	N/A	N/A
8-113	Plan	Engineer review fee (total amount billed to city, plus ten percent)	Varies	Varies	\$0.00	0.00%
8-114	Plan	Plat vacation (plus all estimated county recording fees)	\$126.50	\$295.47	\$168.97	133.57%
	Plan	Deposit to apply to engineer review fee	\$379.50	N/A	N/A	N/A
8-115	Plan	Subdivision replat - amending plat - Base	\$379.50	N/A	N/A	N/A
	Plan	Subdivision replat - amending plat - + Per Lot Fee	\$5.75	N/A	N/A	N/A
	Plan	Deposit to apply to engineer review fee	\$379.50	N/A	N/A	N/A
8-116	Plan	Subdivision variance request (in advance for each variance requested)	\$158.15	\$537.65	\$379.50	239.96%
	Plan	Deposit to apply to engineer review fee	\$379.50	N/A	N/A	N/A
8-117	Plan	Construction inspection (total amount deposited prior to start of construction)				
		For construction of all streets, water, wastewater, drainage and other infrastructure required to be constructed for the approval and final acceptance of any subdivision or section thereof shall be paid, together with all other applicable fees and charges	2% of estimated cost	2% of estimated cost	\$0.00	0.00%
8-118	Plan	Zoning change and variances - Base	\$189.75	\$407.68	\$217.93	114.85%
	Plan	Zoning change and variances - + Per Acre Fee	\$3.45	\$3.45	\$0.00	0.00%
	Plan	Each applicant requested postponement of zoning request	\$63.25	\$66.40	\$3.15	4.98%
	Plan	Zoning Verification Letter	\$57.50	\$60.40	\$2.90	5.04%
	Plan	Public Improvement Construction Plan Review		\$1,750.97	\$1,750.97	100.00%
	Plan	Small Site Development		\$851.88	\$851.88	100.00%
	Plan	Subdivision Engineer Review Fee + 1.5% of value of improvements		\$1,750.97	\$1,750.97	100.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Chapter 53. Zoning						
53-639	Plan	Recreational vehicle park district (annual park license)				
	Plan	First ten lots	\$115.00	\$120.75	\$5.75	5.00%
	Plan	Per each additional lot	\$5.75	\$6.04	\$0.29	5.00%
53-895	Plan	Application for conditional use permit	\$172.50	\$181.15	\$8.65	5.01%
	Plan	Plus per acre	\$3.45	\$3.60	\$0.15	4.35%
	Plan	Maps for sale (fees)				
	Plan	Tabloid size (11" x 17")	\$11.50	\$12.10	\$0.60	5.22%
	Plan	Arch. C-Size (24" x 36")	\$28.75	\$30.20	\$1.45	5.04%
	Plan	Custom (formula: \$25.00 base + \$25.00 per hr)	Variable price	Variable price	\$0.00	0.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Public Works Revenue						
Chapter 38. Streets, Sidewalks and Other Public Places						
38-139	PW	Construction permit (alteration in right-of-way)	\$287.50	\$301.88	\$14.38	5.00%
	PW	Plus any engineering fees incurred				
	PW	Per month of duration of permit	\$57.50	\$60.38	\$2.88	5.00%
38-140	PW	Excavation permit (alteration in right-of-way)	\$287.50	\$301.88	\$14.38	5.00%
	PW	Plus any engineering fees incurred				
	PW	Per month of duration of permit	\$57.50	\$60.38	\$2.88	5.00%
38-144	PW	Certificate of occupation per year and per linear foot (permanent structure in right-of-way)	\$1.00/linear foot	\$15.00/linear foot	\$14.00	1400.00%
38-145	PW	Temporary obstruction or occupation of the right-of-way	\$115.00	\$150.00	\$35.00	30.43%
38-153	PW	Appeal from permit revocation or other action	\$115.00	\$150.00	\$35.00	30.43%
Chapter 50. Utilities						
50-20(a)	PW	Water and sewer system tap fees				
	PW	Water tap				
	PW	Inside city	\$172.50 + Cost	\$207.00 + Cost	\$34.50	20.00%
	PW	Outside city	\$201.25 + Cost	\$261.60 + Cost	\$60.35	29.99%
	PW	Sewer tap				
	PW	Inside city	\$172.50 + Cost	\$207.00 + Cost	\$34.50	20.00%
	PW	Outside city	\$201.25 + Cost	\$261.60 + Cost	\$60.35	29.99%
	PW	Water Flow Tests		\$57.50	\$57.50	100.00%
	PW	Water Bac-T (Bacteria) Samples		\$57.50 for first sample + \$16.00 for each add'l sample	\$57.50 + \$16.00/add'l	100.00%
Art. V - Industrial Waste						
50-211(d)	PW	Tests for waste of abnormal strength	\$5.75	\$6.05	\$0.30	5.22%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
Utility Billing Revenue						
50-21	UB	Service Connection Fee				
	UB	Water, sewer, and trash customers	\$57.50	\$60.38	\$2.88	5.00%
	UB	Wastewater customers only-service charge	\$28.75	\$30.19	\$1.44	5.00%
	UB	Emergency shut off fee	\$57.50	\$60.38	\$2.88	5.00%
	UB	After hours turn on fee	\$57.50	\$60.38	\$2.88	5.00%
	UB	Meter Test (3rd Party)				
	UB	Residential meter	\$109.25	\$114.71	\$5.46	5.00%
	UB	Commercial meter	\$201.25	\$211.31	\$10.06	5.00%
	UB	Meter tampering fee	\$575.00 + Possible Fine	\$603.75 + Possible Fine	\$28.75	5.00%
UB	Late payment penalty	10% of outstanding balance	10% of outstanding balance	\$0.00	0.00%	
50-22	UB	Deposit for water, sewer and trash collection services (per LUE)	\$86.25	\$90.56	\$4.31	5.00%
	UB	Deposit for sewer and trash collection services only (per LUE)	\$57.50	\$60.38	\$2.88	5.00%
	UB	Fire Hydrant Deposit	\$1,150.00	\$1,380.00	\$230.00	20.00%
	UB	Fire Hydrant Minimum Charge (monthly)	\$115.35	\$138.42	\$23.07	20.00%
	UB	Delinquent Billing Fee (Disconnect/Reconnect)				
	UB	Within corporate limits of the city	\$50.00	\$52.50	\$2.50	5.00%
	UB	Outside corporate limits of the city	\$69.00	\$72.45	\$3.45	5.00%
	UB	Additional deposit may be required (calculated)				
	UB	Delinquent Billing Fee (Disconnect List Only)	\$34.50	\$36.23	\$1.73	5.00%
	UB	Transfer of service fee (within the city)	\$34.50	\$36.23	\$1.73	5.00%
UB	Cost of Meter (initial install of meter - actual City cost plus ten percent)	Varies	Varies	\$0.00	0.00%	
UB	Service Charge for Inspection Turn On		\$69.00	\$69.00	100.00%	
50-23	UB	Water Minimum Charge (monthly)				
	UB	Inside city				
	UB	Single-family residential				
	UB	5/8 and 3/4 inch	\$23.08	\$27.69	\$4.62	20.00%
	UB	1-inch	\$34.61	\$41.53	\$6.92	20.00%
	UB	1 1/2-inch	\$57.67	\$69.20	\$11.53	20.00%
	UB	2-inch	\$115.35	\$138.42	\$23.07	20.00%
	UB	3-inch	\$184.55	\$221.46	\$36.91	20.00%
	UB	4-inch	\$369.10	\$442.92	\$73.82	20.00%
	UB	6-inch	\$576.72	\$692.06	\$115.34	20.00%
UB	8-inch	\$1,153.43	\$1,384.11	\$230.69	20.00%	

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
	UB	Multifamily residential				
	UB	5/8 and 3/4 inch	\$23.08	\$27.69	\$4.62	20.00%
	UB	1-inch	\$34.61	\$41.53	\$6.92	20.00%
	UB	1 1/2-inch	\$57.67	\$69.20	\$11.53	20.00%
	UB	2-inch	\$115.35	\$138.42	\$23.07	20.00%
	UB	3-inch	\$184.55	\$221.46	\$36.91	20.00%
	UB	4-inch	\$369.10	\$442.92	\$73.82	20.00%
	UB	6-inch	\$576.72	\$692.06	\$115.34	20.00%
	UB	8-inch	\$1,153.43	\$1,384.11	\$230.69	20.00%
	UB	Commercial				
	UB	5/8 and 3/4 inch	\$23.08	\$27.69	\$4.62	20.00%
	UB	1-inch	\$34.61	\$41.53	\$6.92	20.00%
	UB	1 1/2-inch	\$57.67	\$69.20	\$11.53	20.00%
	UB	2-inch	\$115.35	\$138.42	\$23.07	20.00%
	UB	3-inch	\$184.55	\$221.46	\$36.91	20.00%
	UB	4-inch	\$369.10	\$442.92	\$73.82	20.00%
	UB	6-inch	\$576.72	\$692.06	\$115.34	20.00%
	UB	8-inch	\$1,153.43	\$1,384.11	\$230.69	20.00%
	UB	Irrigation				
	UB	5/8 and 3/4 inch	\$23.08	\$27.69	\$4.62	20.00%
	UB	1-inch	\$34.61	\$41.53	\$6.92	20.00%
	UB	1 1/2-inch	\$57.67	\$69.20	\$11.53	20.00%
	UB	2-inch	\$115.35	\$138.42	\$23.07	20.00%
	UB	3-inch	\$184.55	\$221.46	\$36.91	20.00%
	UB	4-inch	\$369.10	\$442.92	\$73.82	20.00%
	UB	6-inch	\$576.72	\$692.06	\$115.34	20.00%
	UB	8-inch	\$1,153.43	\$1,384.11	\$230.69	20.00%
	UB	Outside City				
	UB	Single-family residential				
	UB	5/8 and 3/4 inch	\$29.81	\$35.77	\$5.96	20.00%
	UB	1-inch	\$44.72	\$53.66	\$8.94	20.00%
	UB	1 1/2-inch	\$74.54	\$89.44	\$14.91	20.00%
	UB	2-inch	\$149.06	\$178.87	\$29.81	20.00%
	UB	3-inch	\$238.49	\$286.19	\$47.70	20.00%
	UB	4-inch	\$476.98	\$572.38	\$95.40	20.00%
	UB	6-inch	\$745.29	\$894.35	\$149.06	20.00%
	UB	8-inch	\$1,490.58	\$1,788.70	\$298.12	20.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
	UB	Multifamily residential				
	UB	5/8 and 3/4 inch	\$29.81	\$35.77	\$5.96	20.00%
	UB	1-inch	\$44.72	\$53.66	\$8.94	20.00%
	UB	1 1/2-inch	\$74.54	\$89.44	\$14.91	20.00%
	UB	2-inch	\$149.06	\$178.87	\$29.81	20.00%
	UB	3-inch	\$238.49	\$286.19	\$47.70	20.00%
	UB	4-inch	\$476.98	\$572.38	\$95.40	20.00%
	UB	6-inch	\$745.29	\$894.35	\$149.06	20.00%
	UB	8-inch	\$1,490.58	\$1,788.70	\$298.12	20.00%
	UB	Commercial				
	UB	5/8 and 3/4 inch	\$29.81	\$35.77	\$5.96	20.00%
	UB	1-inch	\$44.72	\$53.66	\$8.94	20.00%
	UB	1 1/2-inch	\$74.54	\$89.44	\$14.91	20.00%
	UB	2-inch	\$149.06	\$178.87	\$29.81	20.00%
	UB	3-inch	\$238.49	\$286.19	\$47.70	20.00%
	UB	4-inch	\$476.98	\$572.38	\$95.40	20.00%
	UB	6-inch	\$745.29	\$894.35	\$149.06	20.00%
	UB	8-inch	\$1,490.58	\$1,788.70	\$298.12	20.00%
	UB	Irrigation				
	UB	5/8 and 3/4 inch	\$29.81	\$35.77	\$5.96	20.00%
	UB	1-inch	\$44.72	\$53.66	\$8.94	20.00%
	UB	1 1/2-inch	\$74.54	\$89.44	\$14.91	20.00%
	UB	2-inch	\$149.06	\$178.87	\$29.81	20.00%
	UB	3-inch	\$238.49	\$286.19	\$47.70	20.00%
	UB	4-inch	\$476.98	\$572.38	\$95.40	20.00%
	UB	6-inch	\$745.29	\$894.35	\$149.06	20.00%
	UB	8-inch	\$1,490.58	\$1,788.70	\$298.12	20.00%
	UB	Water volume rate monthly use (per 1,000 gallons)				
	UB	Inside city limits				
	UB	Single-family residential				
	UB	0 to 4,000	\$3.06	\$3.67	\$0.61	20.00%
	UB	4,001 to 8,000	\$3.82	\$4.59	\$0.76	20.00%
	UB	8,001 to 12,000	\$4.59	\$5.51	\$0.92	20.00%
	UB	12,001 to 16,000	\$5.34	\$6.41	\$1.07	20.00%
	UB	16,001 to 20,000	\$6.11	\$7.33	\$1.22	20.00%
	UB	20,001 to 30,000	\$6.88	\$8.25	\$1.38	20.00%
	UB	30,001 to 50,000	\$7.64	\$9.17	\$1.53	20.00%
	UB	50,001 or more	\$9.17	\$11.00	\$1.83	20.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
	UB	Multifamily residential				
	UB	1 to 99,999,999	\$5.51	\$6.61	\$1.10	20.00%
	UB	Commercial				
	UB	1 to 99,999,999	\$5.51	\$6.61	\$1.10	20.00%
	UB	Irrigation				
	UB	1 to 99,999,999	\$6.44	\$7.72	\$1.29	20.00%
	UB	Construction				
	UB	1 to 99,999,999	\$5.51	\$6.61	\$1.10	20.00%
	UB	Outside city limits				
	UB	Single-family residential				
	UB	0 to 4,000	\$3.96	\$4.75	\$0.79	20.00%
	UB	4,001 to 8,000	\$4.94	\$5.93	\$0.99	20.00%
	UB	8,001 to 12,000	\$5.92	\$7.11	\$1.18	20.00%
	UB	12,001 to 16,000	\$6.92	\$8.30	\$1.38	20.00%
	UB	16,001 to 20,000	\$7.90	\$9.48	\$1.58	20.00%
	UB	20,001 to 30,000	\$8.89	\$10.67	\$1.78	20.00%
	UB	30,001 to 50,000	\$9.87	\$11.84	\$1.97	20.00%
	UB	50,001 or more	\$11.84	\$14.21	\$2.37	20.00%
	UB	Multifamily residential				
	UB	1 to 99,999,999	\$7.13	\$8.55	\$1.43	20.00%
	UB	Commercial				
	UB	1 to 99,999,999	\$7.13	\$8.55	\$1.43	20.00%
	UB	Irrigation				
	UB	1 to 99,999,999	\$8.32	\$9.98	\$1.66	20.00%
	UB	Construction				
	UB	1 to 99,999,999	\$5.94	\$7.12	\$1.19	20.00%
	UB	Emergency interconnect wholesale water rate (per 1,000 gallons)	\$4.14	\$4.96	\$0.83	20.00%
50-24	UB	Wastewater Minimum Charge (monthly)				
	UB	Inside city limits				
	UB	Residential	\$13.63	\$16.35	\$2.73	20.00%
	UB	Nonresidential	\$13.63	\$16.35	\$2.73	20.00%
	UB	Commercial Sewer Only	\$13.63	\$16.35	\$2.73	20.00%
	UB	Flat rate customers	\$33.00	\$39.60	\$6.60	20.00%
	UB	Outside city limits				
	UB	Residential	\$17.66	\$21.19	\$3.53	20.00%
	UB	Nonresidential	\$17.66	\$21.19	\$3.53	20.00%
	UB	Commercial Sewer Only	\$17.66	\$21.19	\$3.53	20.00%
	UB	Flat rate customers	\$42.77	\$51.32	\$8.55	20.00%

Code Section	Dept.	Description	FY 12 Adopted Amount	FY 13 Proposed Amount	\$ Change	% Change
	UB	Sewer volume rate monthly use (per 1,000 gallons)				
	UB	Inside city limits				
	UB	Residential (based on winter water use average)	\$2.64	\$3.17	\$0.53	20.00%
	UB	Nonresidential (based on monthly water meter reading)	\$2.98	\$3.57	\$0.60	20.00%
	UB	Commercial Sewer Only	\$2.98	\$3.57	\$0.60	20.00%
	UB	Flat rate customers	N/A	N/A	\$0.00	0.00%
	UB	Outside city limits				
	UB	Residential (based on winter water use average)	\$3.42	\$4.10	\$0.68	20.00%
	UB	Nonresidential (based on monthly water meter reading)	\$3.86	\$4.63	\$0.77	20.00%
	UB	Commercial Sewer Only	\$3.86	\$4.63	\$0.77	20.00%
	UB	Flat rate customers	N/A	N/A	\$0.00	0.00%
50-25	UB	Solid waste collection and disposal monthly rates (Per TDS contract with the City of Kyle)				
	UB	Full retail rate - 10/1/12 - 3/31/13	\$18.64	\$19.53	\$0.89	4.77%
	UB	Full retail rate - 4/1/13 - 3/31/14	\$19.53	\$20.47	\$0.94	4.82%
	UB	Refuse Extra Cart - 10/1/12 - 3/31/13	\$10.72	\$11.23	\$0.51	4.76%
	UB	Refuse Extra Cart - 4/1/13 - 3/31/14	\$11.23	\$11.76	\$0.53	4.73%
	UB	Bag Tag (per each extra 30 gallon bag or bundle) - 10/1/12 - 3/31/13	\$5.00	\$5.24	\$0.24	4.80%
	UB	Bag Tag (per each extra 30 gallon bag or bundle) - 4/1/13 - 3/31/14	\$5.24	\$5.49	\$0.25	4.77%
	UB	Senior Rate (10% discount) - 10/1/12 - 3/31/13	\$16.77	\$17.58	\$0.81	4.83%
	UB	Senior Rate (10% discount) - 4/1/13 - 3/31/14	\$17.58	\$18.42	\$0.84	4.81%
	UB	Senior Refuse Extra Cart - 10/1/12 - 3/31/13	\$9.65	\$10.11	\$0.46	4.77%
	UB	Senior Refuse Extra Cart - 4/1/13 - 3/31/14	\$10.11	\$10.59	\$0.48	4.79%
	UB	Solid Waste Admin Fee (per month per account)	\$2.00	\$2.50	\$0.50	25.00%



CITY OF KYLE, TEXAS

Meeting Date: 8/23/2012
Date time: 7:00 PM

Public Hearing on Water & Wastewater Rates

Subject/Recommendation:

Conduct public hearing to obtain comments on the City Manager's proposal to increase water and wastewater service rates by 20 percent on a system-wide basis in Fiscal Year 2012-13 including minimum monthly charge and volumetric rates for all inside and outside City utility customers.

Other Information:

The City Manager's Proposed Budget for Fiscal Year 2012-13 includes proposal to increase both water and wastewater service rates 20 percent on a system-wide basis. The proposed rate increase will be applied to minimum monthly charge and volumetric rates for all inside and outside City utility customers. If approved by the City Council, the new water and wastewater rates will be effective with the first monthly bills sent/mailed to utility customers on or after October 1, 2012.

The annual amount of revenue generated from water and wastewater services based on current rates is inadequate to cover all expenditures required to maintain and operate the utility systems and to pay on the annual debt service obligations (principal and interest).

The proposed rate increase is part of the 3-year rate plan recommended to the City Council based on an analysis completed of the annual funding gap between revenue and expenditures for the two utility systems. The 3-year rate plan recommended to the City Council last year is as follows:

	<u>2011-12</u>	<u>2012-13</u>	<u>2013-14</u>
Water Utility:	35%	20%	20%
Wastewater Utility:	25%	20%	10%

It should be noted that the funding gap analysis is based on known and measurable changes in revenue requirements anticipated to be expended only through Fiscal Year 2012-13. The funding gap analysis does not include identification of any funding gap that may arise after Fiscal Year 2012-13 as a result of increases in annual operating and or debt service requirements. It is recommended that a funding gap analysis be completed each fiscal year and rates be set or adjusted accordingly. An updated funding gap analysis through FY 2012-13 is attached.

The City Council is scheduled to hold Public Hearings as part of the Budget Workshops (special called and regular meetings) on the ^{Cover Memo} ~~City~~ # 3

Proposed Budget for Fiscal Year 2012-13, property tax rate, fees and charges, and water and wastewater rates at the Kyle City Hall, 100 West Center Street, Kyle, Texas, on the following dates and time:

- Budget Workshop #1: Wednesday, August 1, 2012, 7:00 p.m.
- Budget Workshop #2: Thursday, August 2, 2012, 7:00 p.m.
- Budget Workshop #3: Wednesday, August 8, 2012, 7:00 p.m.
- Budget Workshop #4: Wednesday, August 15, 2012, 7:00 p.m.
- Budget Workshop #5: Thursday, August 23, 2012, 7:00 p.m.
- Budget Workshop #6: Tuesday, September 4, 2012, 7:00 p.m. (1st Reading)
- Budget Workshop #7: Wednesday, September 5, 2012, 7:00 p.m. (2nd Reading)

All interested parties are invited to attend the public hearings and provide their comments to the City Council. Electronic copy of the City's Proposed Budget for Fiscal Year 2012-13 will be made available on the City's website beginning August 2, 2012. Paper copy of the Proposed Budget for public inspection will also be available beginning August 2, 2012 during business hours Monday through Thursday from 7:30 a.m. to 5:30 p.m. and from 7:30 a.m. to 11:30 a.m. on Friday (except on a City holiday) at the Kyle City Hall, 100 West Center Street, Kyle, Texas.

Budget Information:

The City's Proposed Budget as recommended by the City Manager for Fiscal Year 2012-13 totals approximately \$41.6 million in expenditures for all City Funds. Please refer to City Manager's Budget Overview and the Proposed Budget for Fiscal Year 2012-13 for more details.

Viewing Attachments Requires Adobe Acrobat. [Click here](#) to download.

Attachments / click to download

- [Gap Analysis - Water Utility](#)
- [Gap Analysis - Wastewater Utility](#)

City of Kyle, Texas
Analysis of Revenue and Expenses - WATER UTILITY
As of July 25, 2012

	Actual FY 2006-07	Actual FY 2007-08	Actual FY 2008-09	Actual FY 2009-10	Actual FY 2010-11	Current Year Estimate FY 2011-12	@ Existing Rates FY 2012-13
Water System Revenue:							
a. Water Service Fees	\$ 2,165,463	\$ 3,345,481	\$ 3,708,165	\$ 3,436,754	\$ 4,441,370	\$ 5,161,748	\$ 5,165,248
b. Water Service Charges	268,517	600,603	437,025	425,798	414,609	324,440	246,650
c. Interest and Other (Allocated)	72,407	61,704	47,039	10,729	4,118	31,665	31,665
Total Water System Revenue:	<u>\$ 2,506,387</u>	<u>\$ 4,007,788</u>	<u>\$ 4,192,229</u>	<u>\$ 3,873,281</u>	<u>\$ 4,860,097</u>	<u>\$ 5,517,853</u>	<u>\$ 5,443,563</u>
Water System Revenue Increase							
From Prior Year:		59.90%	4.60%	-7.61%	25.48%	13.53%	-1.35%
Water System O&M Costs:							
a. Administration (Allocated)	\$ -	\$ -	\$ 299,947	\$ 354,496	\$ 375,880	\$ 343,607	\$ 369,956
b. Engineering	-	-	-	-	-	-	23,403
c. Utility Billing (Allocated)	83,761	89,452	187,866	207,793	186,790	191,727	263,642
d. Water O&M	693,179	1,285,809	767,834	867,420	1,079,450	1,182,279	1,305,994
e. Water Supply	1,208,475	1,458,801	1,475,696	2,129,641	2,541,493	4,056,257	3,835,593
f. Transfer to General Fund	277,239	-	845,654	764,264	866,175	850,200	667,500
g. Transfer to Debt Service	-	339,301	150,000	836,125	778,345	785,224	792,247
h. Transfer to CIP	282,133	-	15,000	86,327	159,175	-	-
i. Transfer to OPEB	-	-	-	-	11,218	9,245	9,245
Total Water System O&M Costs:	<u>\$ 2,544,787</u>	<u>\$ 3,173,363</u>	<u>\$ 3,741,998</u>	<u>\$ 5,246,066</u>	<u>\$ 5,998,526</u>	<u>\$ 7,418,540</u>	<u>\$ 7,267,581</u>
Water System Revenue in Excess (Deficit)							
of Annual Requirements:	<u>\$ (38,400)</u>	<u>\$ 834,425</u>	<u>\$ 450,231</u>	<u>\$ (1,372,785)</u>	<u>\$ (1,138,429)</u>	<u>\$ (1,900,687)</u>	<u>\$ (1,824,018)</u>
Transfer to General Fund as a % of Total Revenue:	11.06%	0.00%	20.17%	19.73%	17.82%	15.41%	12.26%
Water System Requirement Increase (Decrease)							
From Prior Year:		24.70%	17.92%	40.19%	14.34%	23.67%	-2.03%
Additional Water System-Wide Rate Increase							
Required to Offset Annual Deficit:	1.53%	0.00%	0.00%	35.44%	23.42%	34.45%	33.51%
Rate Increase Required to Offset Cumulative Deficit:	1.53%	1.53%	1.53%	36.97%	60.40%	94.84%	128.35%
Actual Rate Increase Authorized:							
Actual Rate Increase Authorized:	10.00%	0.00%	0.00%	0.00%	13.00%	30.00%	0.00%
Cumulative Rate Increase Authorized & Proposed:	10.00%	10.00%	10.00%	10.00%	23.00%	53.00%	53.00%

City of Kyle, Texas
Analysis of Revenue and Expenses - WASTEWATER UTILITY
As of July 25, 2012

	Actual FY 2006-07	Actual FY 2007-08	Actual FY 2008-09	Actual FY 2009-10	Actual FY 2010-11	Current Year Estimate FY 2011-12	@ Existing Rates FY 2012-13
Wastewater System Revenue:							
a. Wastewater Service Fees	\$ 1,670,624	\$ 2,044,552	\$ 2,101,297	\$ 2,117,394	\$ 2,330,981	\$ 3,521,511	\$ 3,513,511
b. Wastewater Service Charges	355,940	238,784	156,824	122,125	37,397	37,100	32,000
c. Interest and Other (Allocated)	151,383	57,942	43,954	10,047	3,848	36,835	36,835
Total Wastewater System Revenue:	<u>\$ 2,177,947</u>	<u>\$ 2,341,278</u>	<u>\$ 2,302,075</u>	<u>\$ 2,249,566</u>	<u>\$ 2,372,226</u>	<u>\$ 3,595,446</u>	<u>\$ 3,582,346</u>
Wastewater System Revenue Increase From Prior Year:							
		7.50%	-1.67%	-2.28%	5.45%	51.56%	-0.36%
Wastewater System O&M Costs:							
a. Administration (Allocated)	\$ -	\$ -	\$ 280,273	\$ 331,966	\$ 351,176	\$ 399,711	\$ 430,362
b. Engineering	-	-	-	-	-	-	27,224
c. Utility Billing (Allocated)	78,655	132,428	175,544	194,586	174,514	223,032	306,689
d. Wastewater O&M	1,259,169	1,313,081	1,448,018	1,731,698	1,154,468	2,307,841	2,452,285
e. Transfer to General Fund	563,785	475,000	675,000	715,692	866,174	784,800	667,500
f. Transfer to Debt Service	339,301	225,501	129,095	144,823	134,456	138,569	139,808
g. Transfer to CIP	-	-	105,000	-	162,500	-	-
h. Transfer to OPEB	-	-	-	-	-	10,755	10,755
Total Wastewater System O&M Costs:	<u>\$ 2,240,910</u>	<u>\$ 2,146,010</u>	<u>\$ 2,812,929</u>	<u>\$ 3,118,765</u>	<u>\$ 2,843,287</u>	<u>\$ 3,864,707</u>	<u>\$ 4,034,622</u>
Wastewater System Revenue in Excess (Deficit) of Annual Requirements:							
	<u>\$ (62,963)</u>	<u>\$ 195,269</u>	<u>\$ (510,854)</u>	<u>\$ (869,199)</u>	<u>\$ (471,062)</u>	<u>\$ (269,261)</u>	<u>\$ (452,277)</u>
Transfer to General Fund as a % of Total Revenue:	25.89%	20.29%	29.32%	31.81%	36.51%	21.83%	18.63%
Wastewater System Requirement Increase (Decrease) From Prior Year:							
		-4.23%	31.08%	10.87%	-8.83%	35.92%	4.40%
Additional WW System-Wide Rate Increase							
Required to Offset <u>Annual</u> Deficit:	2.89%	0.00%	22.19%	38.64%	19.86%	7.49%	12.63%
Rate Increase Required to Offset Cumulative Deficit:	2.89%	2.89%	25.08%	63.72%	83.58%	91.07%	103.69%
Actual Rate Increase Authorized:							
	10.00%	0.00%	0.00%	0.00%	20.00%	25.00%	0.00%
Cumulative Rate Increase Authorized & Proposed:							
	10.00%	10.00%	10.00%	10.00%	30.00%	55.00%	55.00%



CITY OF KYLE, TEXAS

Public Hearing on Proposed Ad Valorem Tax Rate

Meeting Date: 8/23/2012
Date time: 7:00 PM

Subject/Recommendation: Conduct public hearing to obtain comments on the City Manager's proposal to increase ad valorem tax rate to \$0.5244 per \$100.00 of taxable valuation in order to balance the City's Proposed Budget for Fiscal Year 2012-13.

Other Information: In order to recommend a balanced budget, the City Manager's Proposed Budget for FY 2012-13 includes an ad valorem tax rate of \$0.5244 per \$100.00 of taxable valuation which will require raising more revenue from property tax than in the previous year.

The Proposed Budget for Fiscal Year 2012-13 is a financial plan for all City Funds, programs, services, operations, and activities for the period covering October 1, 2012 through September 30, 2013. The City's Proposed Budget for Fiscal Year 2012-13 will require raising more revenue from property tax than in the previous year.

The City's Proposed Budget will also require raising more revenue from fees and charges, and water and wastewater rates than in the previous year.

The Proposed Budget for Fiscal Year 2012-13 totals approximately \$41.6 million in expenditures for all City Funds which includes approximately \$13.1 million for the City's General Fund.

The City Council is scheduled to hold Public Hearings as part of the Budget Workshops (special called and regular meetings) on the City's Proposed Budget for Fiscal Year 2012-13, property tax rate, fees & charges, and water and wastewater rates at the Kyle City Hall, 100 West Center Street, Kyle, Texas, on the following dates and time:

- Budget Workshop #1: Wednesday, August 1, 2012, 7:00 p.m.
- Budget Workshop #2: Thursday, August 2, 2012, 7:00 p.m.
- Budget Workshop #3: Wednesday, August 8, 2012, 7:00 p.m.
- Budget Workshop #4: Wednesday, August 15, 2012, 7:00 p.m.
- Budget Workshop #5: Thursday, August 23, 2012, 7:00 p.m.
- Budget Workshop #6: Tuesday, September 4, 2012, 7:00 p.m. (1st Reading)
- Budget Workshop #7: Wednesday, September 5, 2012, 7:00 p.m. (2nd Reading)

Cover Memo

All interested parties are invited to attend the public hearings **item # 4**

provide their comments to the City Council. Electronic copy of the City's Proposed Budget for Fiscal Year 2012-13 will be made available on the City's website beginning August 2, 2012. Paper copy of the Proposed Budget for public inspection will also be available beginning August 2, 2012 during business hours Monday through Thursday from 7:30 a.m. to 5:30 p.m. and from 7:30 a.m. to 11:30 a.m. on Friday (except on a City holiday) at the Kyle City Hall, 100 West Center Street, Kyle, Texas.

Budget Information:

The City's Proposed Budget as recommended by the City Manager for Fiscal Year 2012-13 totals approximately \$41.6 million in expenditures for all City Funds. Please refer to City Manager's Budget Overview and the Proposed Budget for Fiscal Year 2012-13 for more details.

Viewing Attachments Requires Adobe Acrobat. [Click here](#) to download.

Attachments / click to download



CITY OF KYLE, TEXAS

Meeting Date: 8/23/2012
Date time: 7:00 PM

Consideration & Possible Action on the Proposed Budget for FY 2012-13

Subject/Recommendation: Consideration and possible action on the City's Proposed Budget for Fiscal Year 2012-13 totaling approximately \$41.6 million in expenditures for all City Funds including ad valorem tax rate, water and wastewater rates, and other fees and charges as proposed by the City Manager ~ *Lanny Lambert, City Manager*

Other Information: Section 8.05 of the City Charter of the City of Kyle, Texas, requires the City Manager for the timely preparation and presentation of the budget, and to present his recommended budget to the City Council no later than sixty (60) days prior to October 1st of each year.

In compliance with the City Charter, on August 1, 2012, the City Manager presented the City's Proposed Budget for Fiscal Year 2012-13 to the City Council for their consideration.

The Proposed Budget for Fiscal Year 2012-13 is a financial plan for all City Funds, programs, services, operations, and activities for the period covering October 1, 2012 through September 30, 2013. The City's proposed Budget for Fiscal Year 2012-13 will require raising more revenue from property tax than in the previous year. The City's Proposed Budget will also require raising more revenue from fees and charges, and water and wastewater rates than in the previous year.

The Proposed Budget for Fiscal Year 2012-13 totals approximately \$41.6 million in expenditures for all City Funds which includes approximately \$13.1 million for the City's General Fund.

A total of twenty (20) Public Hearings will be conducted as part of the Budget Workshops (special called and regular meetings) of the Kyle City Council on the City's Proposed Budget for Fiscal Year 2012-13, property tax rate, fees & charges, and water and wastewater rates at the Kyle City Hall, 100 West Center Street, Kyle, Texas, on the following dates and time:

- Budget Workshop #1: Wednesday, August 1, 2012, 7:00 p.m.
- Budget Workshop #2: Thursday, August 2, 2012, 7:00 p.m.
- Budget Workshop #3: Wednesday, August 8, 2012, 7:00 p.m.
- Budget Workshop #4: Wednesday, August 15, 2012, 7:00 p.m.
- Budget Workshop #5: Thursday, August 23, 2012, 7:00 p.m.
- Budget Workshop #6: Tuesday, September 4, 2012, 7:00 p.m.
(1st Reading)

Cover Memo

Item # 5

- Budget Workshop #7: Wednesday, September 5, 2012, 7:00 p.m. (2nd Reading)

All interested parties are invited to attend the public hearings and provide their comments to the City Council. Electronic copy of the City's Proposed Budget for Fiscal Year 2012-13 will be made available on the City's website beginning August 2, 2012. Paper copy of the Proposed Budget for public inspection will also be available beginning August 2, 2012 during business hours Monday through Thursday from 7:30 a.m. to 5:30 p.m. and from 7:30 a.m. to 11:30 a.m. on Friday (except on a City holiday) at the Kyle City Hall, 100 West Center Street, Kyle, Texas.

Budget Information:

The City's Proposed Budget as recommended by the City Manager for Fiscal Year 2012-13 totals approximately \$41.6 million in expenditures for all City Funds. Please refer to City Manager's Budget Overview and the Proposed Budget for Fiscal Year 2012-13 for more details.

Viewing Attachments Requires Adobe Acrobat. [Click here](#) to download.

Attachments / click to download

 [FY 2013 Budget Transmittal](#)



BUDGET TRANSMITTAL

TO: Mayor and City Council Members
FROM: Lanny S. Lambert, City Manager
DATE: August 1, 2012
SUBJECT: Proposed Budget for Fiscal Year 2012-13

In compliance with the requirements of the City Charter, I am respectfully submitting for your review and consideration the City's Proposed Budget for Fiscal Year 2012-13.

The Proposed Budget for the City of Kyle was developed with the primary goal of maintaining the current service levels for all necessary City services. The following goals and objectives are the guiding principles for the development of the Proposed Budget:

- City Council's Budget Policy Directives
- Provisions for the Delivery of All Basic Municipal Services
- Minimize Financial Impact on Kyle Homeowners, Residents, and Businesses
- Priority for Public Safety and Quality of Life Services
- Investment in the City's Workforce
- Prevent Employee Layoffs
- Improve Financial Integrity of Operating Funds and Fund Balances
- Compliance with the Fund Balance Requirements for the General Fund
- Development of Reasonable and Documented Revenue Estimates
- Full Disclosure, Transparency, and Public Involvement in the Budget Process

The Proposed Budget for Fiscal Year 2012-13 is a complete financial plan for all City Funds, programs, services, operations, and activities for the period covering October 1, 2012 through September 30, 2013. The Proposed Budget for Fiscal Year 2012-13 totals \$41.6 million, provides funding for the continuation of all basic municipal services as in the current year, and 156.5 full time equivalent positions.

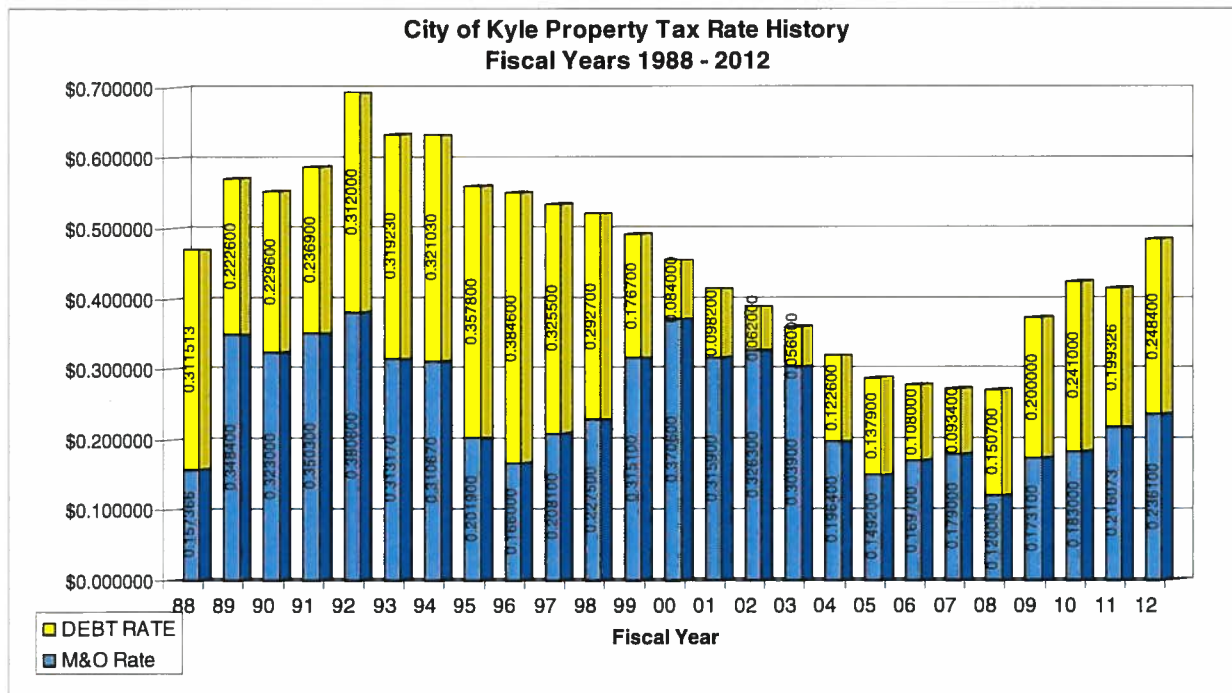
The City's Proposed Budget for Fiscal Year 2012-13 will require raising more revenue from property tax, water and wastewater rates, and other fees and charges than in the current approved budget to cover required operating expenditures, increase in debt service payments, improve fund balances, and to continue transitioning toward strengthening the City's financial position over the long-term.

As I have briefed you, the City's annual financial plans or budgets over the years have created and compounded a structural imbalance where expenditures exceed the actual revenue stream and consequently, fund balances were drawn down to unacceptable levels.

A combination of past budgetary decisions and actions (prior to FY 2011-12) have resulted in this imbalance. For example, the City had consistently reduced property tax rates while adding long-term debt, increased annual debt service payments, increased annual operating and capital expenditures for the municipal government, did not adequately adjust water and wastewater service rates to cover recurring let alone increasing annual operating requirements of the Utility, and at the same time, the City was drawing down fund balances rather than building reserves.

This structural imbalance occurred over a number of fiscal years and therefore, will require multiple years to correct. These corrective measures will require making unprecedented and difficult decisions by the City Council, City management, and our community.

Below is a graph showing property tax rate reductions from 1988 through the current fiscal year.



OVERALL PROPOSED BUDGET HIGHLIGHTS

Overall highlights of the Proposed Budget for Fiscal Year 2012-13 are as follows:

- Continued delivery of all basic municipal services for public safety, municipal court, parks and recreation, library services, public works, street maintenance, solid waste services, water and wastewater services, planning and zoning, code enforcement, billing and collections, and economic development.
- Continued operation and maintenance of all City facilities.
- Relocation of Police headquarters and operations to the former bank building.
- Funding for EMS and Kyle Fire Department is included.
- No new positions are proposed for any City Department.
- No funding for non-CIP capital outlay such as trucks, heavy equipment, machinery, etc.
- No funding for Envision Kyle projects is included.
- Continuation of planned savings from an administrative policy implemented in the current year to delay filling all vacant positions by a minimum of 90 days.
- Funding for monthly increase of \$31.86 for medical and \$1.72 for dental insurance per full time employee.
- Funding for 0.70 percent increase in the contribution rate for the retirement system.
- Funding for all existing full time and permanent part-time authorized positions.
- Funding for a 3.50 percent cost of living adjustment is included for all full time and permanent part-time authorized positions effective with the first payroll on or after October 1, 2012.

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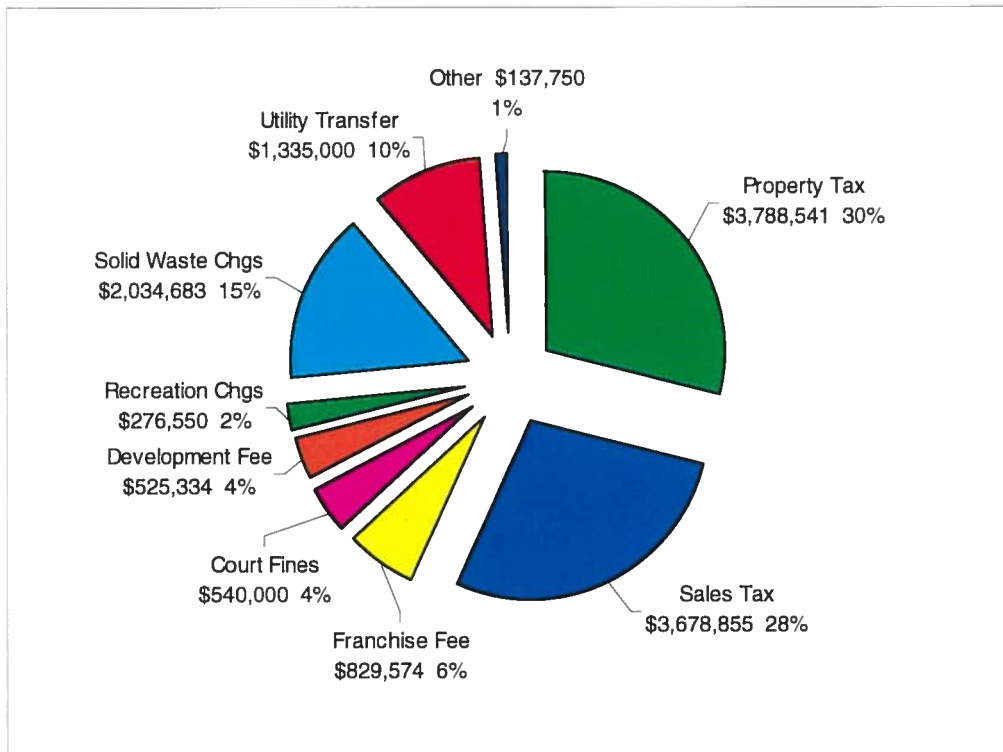
GENERAL FUND HIGHLIGHTS

General Fund Revenue

Revenue and transfers-in from all sources for the General Fund for Fiscal Year 2012-13 totals \$13,146,287. This is an increase of \$661,124 or 5.30 percent from the current approved budget. The Community Development Fund and the Recreation Fund were both consolidated with the City's primary General Fund in the current year's approved budget.

Below is a graph showing projected sources of funds totaling \$13,146,287 for the City's General Fund for Fiscal Year 2012-13:

Sources of Funds – \$13,146,287



Item # 5

Property Tax Revenue

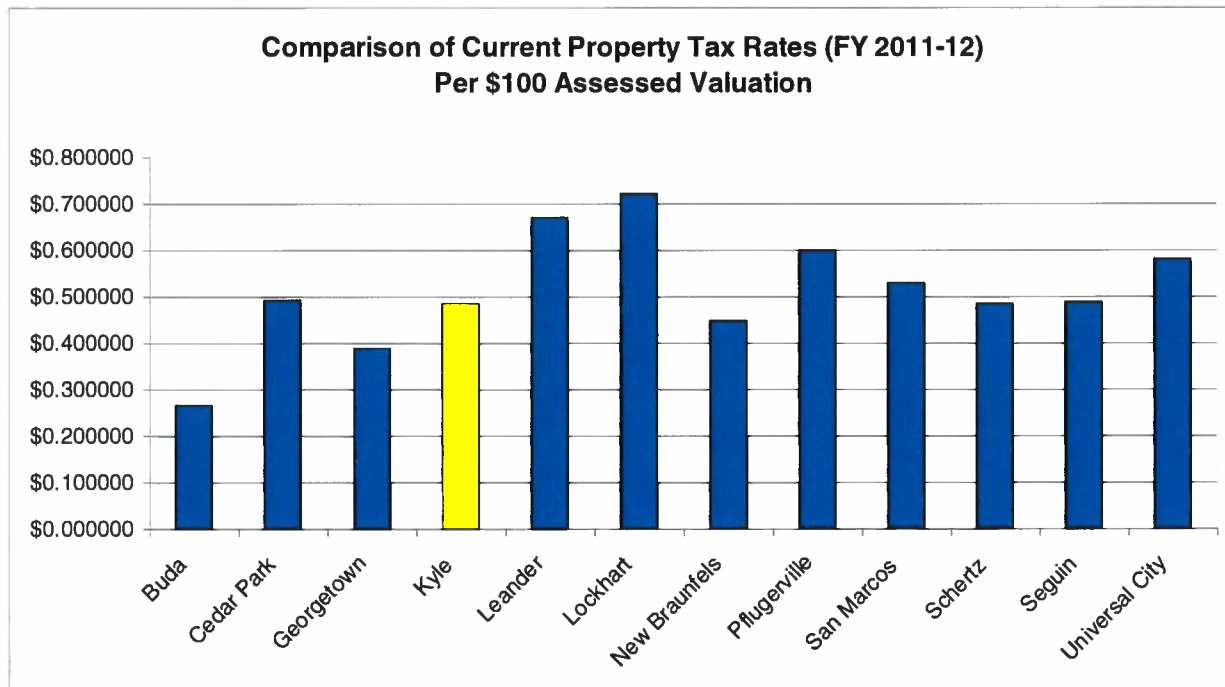
The certified property valuation for 2012 totaled \$1,460,041,460 for all properties within the City of Kyle including \$53,410,666 for new property additions. This total includes all properties within the Tax Increment Reinvestment Zone (TIRZ). The total net change in certified valuation for 2012 for properties within the City of Kyle including TIRZ is \$32,251,644 or 2.26 percent increase as compared to the 2011 certified property valuation.

The proposed budget includes a proposal to increase ad valorem tax rate by \$0.0399 to \$0.5244 per \$100 of assessed taxable valuation as follows:

	<u>FY 2011-12</u>	<u>FY 2012-13</u>	<u>Increase</u>
Maintenance & Operations	\$0.2361	\$0.2700	\$0.0339
Interest & Sinking Fund	\$0.2484	\$0.2544	\$0.0060
Total Tax Rate Per \$100/AV:	<u>\$0.4845</u>	<u>\$0.5244</u>	<u>\$0.0399</u>

The proposed ad valorem tax rate increase of \$0.0399 is estimated to raise an additional \$471,259 to fund Maintenance & Operations and \$83,409 for the debt service obligations due in Fiscal Year 2012-13 payable from the General Fund.

Below is a comparative graph of current property tax rates of selected cities:



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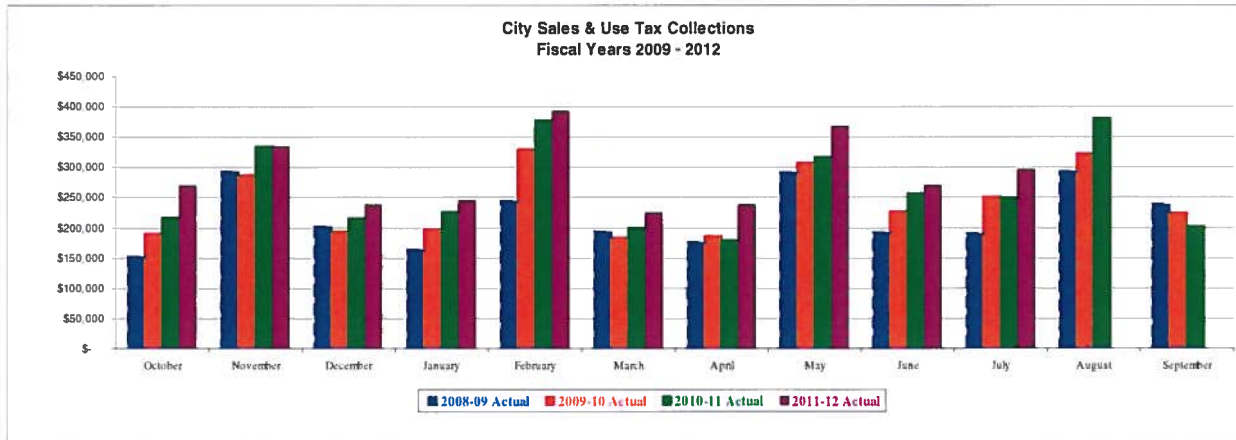
Sales Tax Revenue

Sales tax revenue for Fiscal Year 2012-13 is projected at \$3,678,855, an increase of \$372,455 or 11.26 percent over approved budget for the current fiscal year.

The City has been experiencing a moderate growth in sales tax revenue over the last 12 months as compared to other cities. We are conservatively optimistic that as additional businesses locate their operations in our community, the moderate growth trend will continue into next year.

For Fiscal Year 2012-13, we assumed a 6.50 percent increase in total sales tax revenue collections over the actual collections in the current year.

Below is a graph showing a 4-year trend of sales tax receipts.



Solid Waste Service Revenue

Solid Waste Service revenue for Fiscal Year 2012-13 is projected at \$2,034,683, an increase of \$127,333 or 6.67 percent over approved budget for the current fiscal year.

Other Revenue

Other revenue includes franchise fees, fines, development fees and permits, charges for solid waste services, and interest income. Other revenue is projected for Fiscal Year 2012-13 to total \$2,295,708, a decrease of \$96,805 or 4.05 percent compared to the current approved budget.

The Proposed Budget for Fiscal Year 2012-13 includes the following projections for the major categories in Other Revenue:

❖ Franchise Fees:	\$ 829,574	\$25,774 or 3.21% Increase
❖ Court Fines	\$ 540,000	\$11,345 or 2.06% Decrease
❖ Library Revenue	\$ 45,500	\$4,750 or 9.45% Decrease
❖ Development Fees	\$ 525,334	\$3,644 or 0.69% Decrease
❖ Recreation Fees & Charges	\$ 276,550	\$1,750 or 0.64% Increase
❖ Licenses	\$ 1,950	\$110 or 5.98% Increase
❖ Other Taxes	\$ 11,000	\$2,000 or 22.22% Increase
❖ Interest and Other	\$ 65,800	\$106,700 or 61.86% Decrease

General Fund Transfer

The General Fund receives an annual transfer of funds from the Water and Wastewater Utility Fund. This is a generally accepted and common business practice followed by most local governments that own, operate, and maintain a water, wastewater, natural gas, or electric utility system. The transfers are considered payments in lieu of property

tax or franchise fees commonly paid to municipal governments by a similar type of an investor-owned utilities.

The Proposed Budget includes \$1,335,000 for transfer to the General Fund. This is a reduction of \$300,000 or 18.35 percent from the \$1,635,300 included in the current year's approved budget. If approved by City Council, we will have reduced the General Fund transfer by approximately \$400,000 or 23.09 percent cumulatively in only two years since FY 2011-12.

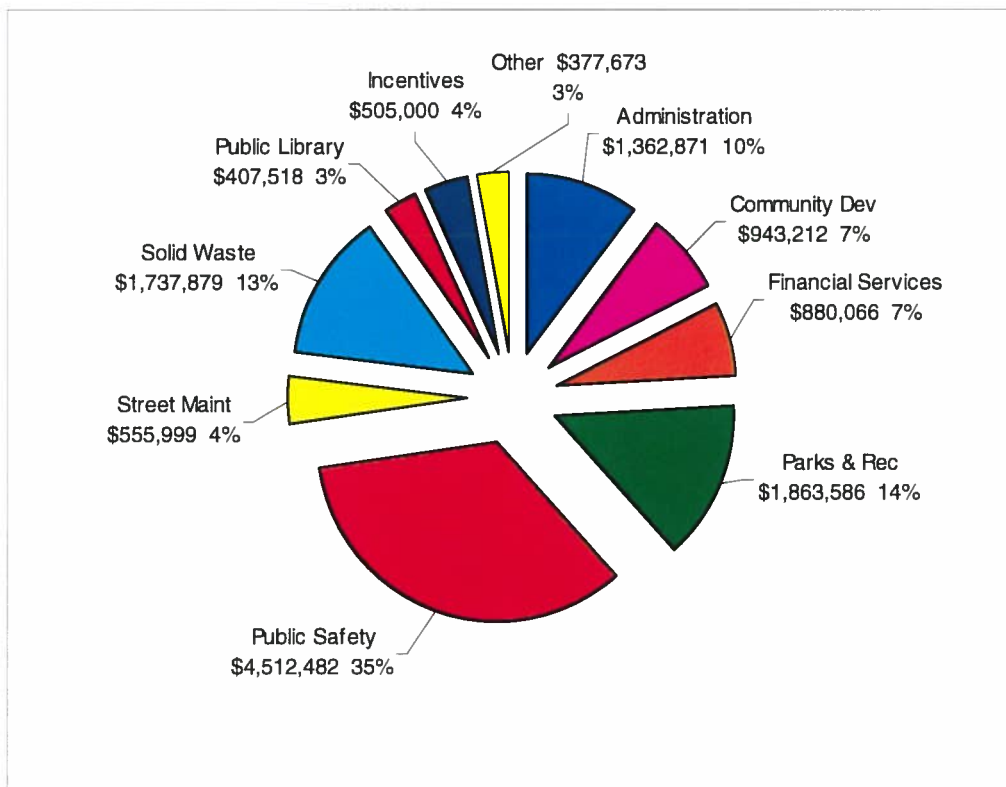
The proposed amount for the General Fund transfer is at 12.39 percent of gross revenue of the Water and Wastewater utility. As I stated in my budget goals for the current fiscal year, it is our plan to reduce the amount of the annual transfer to the General Fund to eventually equal 10 percent of gross revenue of the Utility. Our goal was to transition toward the 10 percent transfer rate by implementing the reduction plan over a 5 to 7 year period but given the City Council's directives, we plan to reach the 10 percent goal much earlier.

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General Fund Requirements

The Fiscal Year 2012-13 Proposed Budget for the General Fund totals \$13,146,287, an increase of \$661,124 or 5.30 percent from the current approved budget.

Uses of Funds - \$13,146,287



The proposed funding provides for the continued delivery of all basic municipal services for public safety, municipal court, parks and recreation, library services, public works, street maintenance, solid waste services, water and wastewater services, planning and zoning, code enforcement, billing and collections, and economic development.

Significant changes in the Proposed Budget for Fiscal Year 2012-13 for the General Fund are as follows:

- \$87,581 for step increases for police officers is included.
- \$505,000 included for City's obligations for 380 agreements. This is an increase of \$48,500 from the \$456,500 approved in the current budget.
- \$300,000 or 18.35 percent reduction in the amount of transfer to the General Fund. The proposed budget includes \$1,335,000 for the General Fund Transfer as compared to the current approved budget amount of \$1,635,000.
- \$318,064 for Emergency Medical Services is included. This is an increase of \$44,164 or 16.12 percent from \$273,900 approved in the current budget.
- \$709,465 for TIRZ debt service is included in the debt levy calculations. This is an increase of \$104,492 or 17.29 percent from \$604,973 approved in the current budget.
- \$28,594 for the Kyle Fire Department. This includes \$5,000 in cash contribution and another \$23,594 for liability insurance coverage for vehicles and buildings.
- \$156,826 for fuel costs, an increase of \$26,696 or 20.50 percent compared to as \$130,250 approved in the current budget.
- \$191,604 for overtime compensation, an increase of \$39,664 or 26.08 percent as compared to \$152,100 approved in the current budget.
- \$144,000 for legal services, an increase of \$12,100 or 9.17 percent as compared to \$131,900 approved in the current budget.
- \$101,355 for training, an increase of \$18,744 or 22.69 percent as compared to \$82,611 approved in the current budget.
- \$161,061 for cost of living adjustment is included in the proposed budget.
- \$477,675 for retirement system (TMRS), an increase of \$28,776 or 6.41 percent as compared to \$448,899 approved in the current budget.
- \$589,751 for health insurance or an increase of \$46,207 or 8.5 percent as compared to \$543,544 approved in the current budget.

General Fund Reserves

The City Charter requires that a reserve be maintained at least equal to 25 percent of annual operating budget. In addition, the recently adopted Debt Management Policy

requires that a minimum of 90 days equivalent of expenditures of the General Fund be set aside (reserved) in a separate Emergency Reserve Fund.

The Proposed Budget for Fiscal Year 2012-13 improves the ending Fund Balance for the General Fund projected at \$3,383,058 or 25.95 percent of proposed operating expenditures. The proposed ending Fund Balance for the General Fund also ensures compliance with both requirements of the City Charter.

Emergency Reserve Fund

The City's Debt Management Ordinance No. 648 requires the establishment of a separate Emergency Reserve Fund that shall be maintained at a minimum of ninety (90) days equivalent of the prior year's operating expenditures for the General Fund.

This Ordinance further requires that "to the extent the City does not meet this stated policy minimum, the Council shall separately approve a plan at the time it approves its next required budget to achieve the required reserve amount within the shortest possible number of years (the ramp-up period). In no event will this ramp-up period exceed ten (10) years."

The Proposed Budget for Fiscal Year 2012-13 includes a transfer in the amount of \$350,000 from the General Fund balance to the newly established Emergency Reserve Fund. This is the first year after the Debt Management Ordinance was adopted for the transfer to the Emergency Reserve Fund. This transfer reduces the Fund Balance in the City's General Fund and correspondingly, increases the Fund Balance in the Emergency Reserve Fund.

UTILITY FUND HIGHLIGHTS

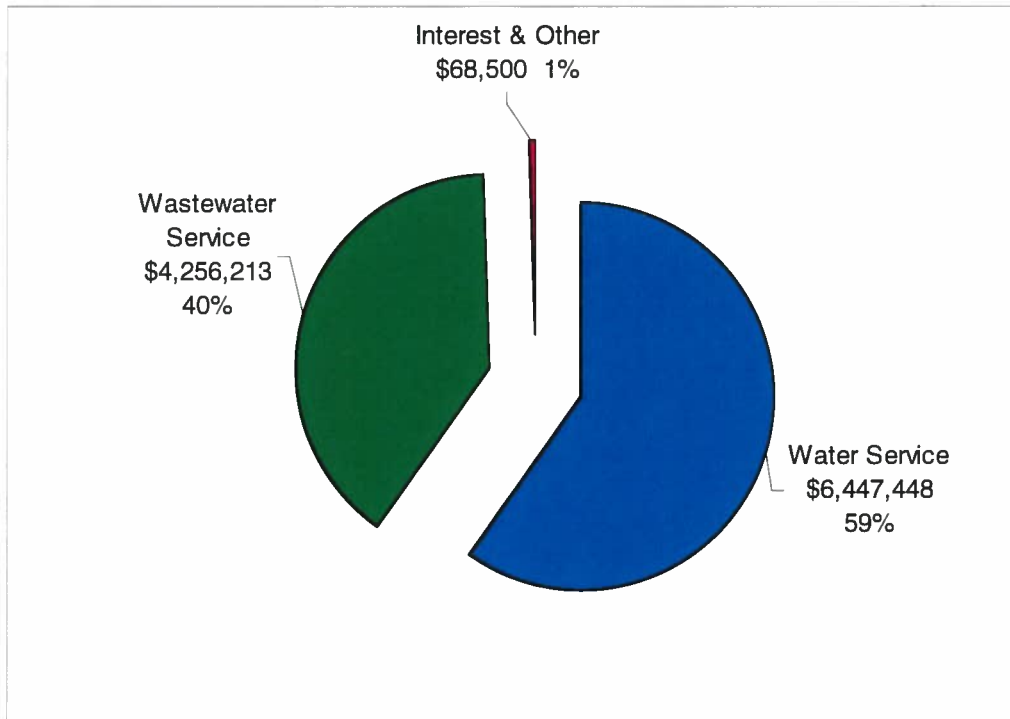
Water and Wastewater Utility

The Proposed Budget includes implementation of the second year of a 3-year rate increase plan for water and wastewater services. Water rates are proposed to increase by 20 percent and wastewater rates by 20 percent on a system-wide basis for all utility customers both inside and outside-City limits.

The Fiscal Year 2012-13 Proposed Budget for the Utility Fund totals \$10,772,161 for service revenue which is an increase of \$1,705,511 or 18.81 percent from the current approved budget. The projected service revenue is inclusive of the 20 percent rate increase for both water and wastewater service rates.

Below is a graph showing projected sources of funds totaling \$11,158,828 for the City's Water and Wastewater Utility Fund for Fiscal Year 2012-13:

Sources of Funds - \$11,158,828



Item # 5

The planned expenditures for operations and maintenance and transfers-out totals \$11,302,205 for Fiscal Year 2012-13. Total proposed expenditures increased by \$49,644 or 0.44 percent from the current approved budget.

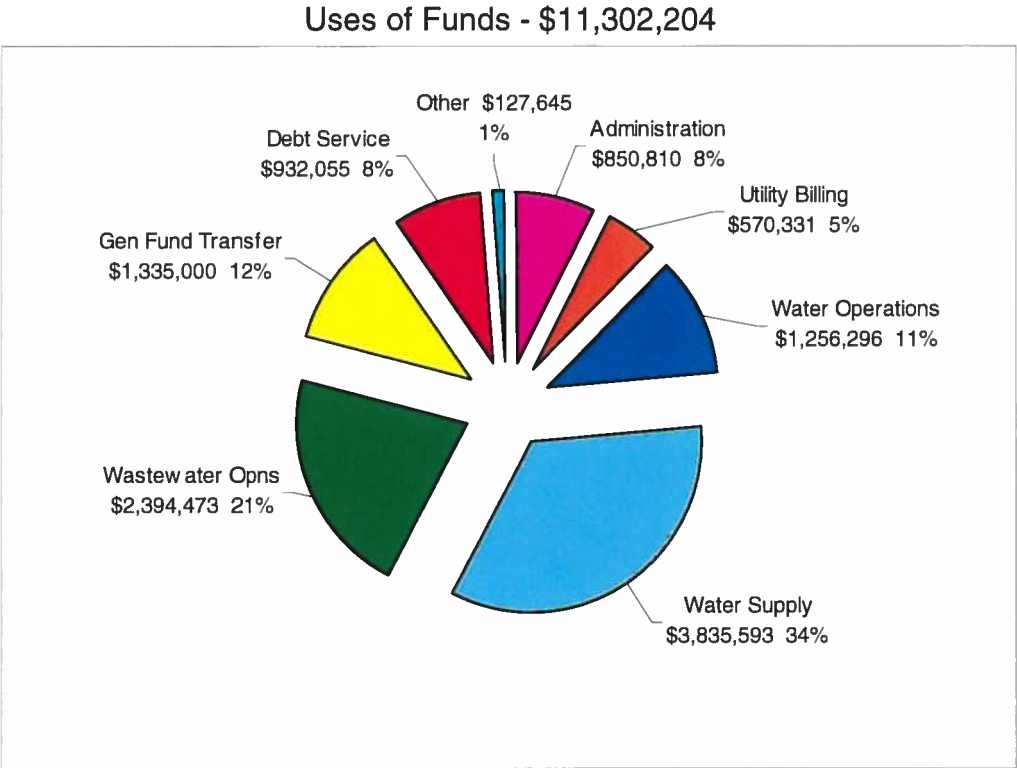
It is important to note that total requirements for operations and maintenance for the Water and Wastewater Utility for Fiscal Year 2012-13 only are projected to exceed total estimated service revenue by \$530,043 even with the proposed rate increase for utility systems.

The projected revenue and expenses, inclusive of 20 percent rate increase, for the combined Water and wastewater Utility Systems are as follows:

Revenue:	\$10,772,161
Expenses:	<u>\$11,302,204</u>
Variance:	<u>(\$ 530,043)</u>

The proposed funding provides for the treatment, storage, and distribution of safe potable drinking water by the Water Utility including water supply for fire protection. Similarly, the proposed budget provides funding for the collection and treatment of wastewater by the Wastewater Utility while meeting all regulatory standards and requirements.

Below is a graph showing projected uses of funds totaling \$11,302,204 for the City's Water and Wastewater Utility Fund for Fiscal Year 2012-13:



Item # 5

Proposed Water and Wastewater Rates

The annual amount of revenue generated from water and wastewater services based on current rates is inadequate to cover all expenditures required to maintain and operate the utility systems and to pay for the annual debt service obligations (principal and interest).

The Proposed Budget for Fiscal Year 2012-13 includes increasing water rates by 20 percent and wastewater rates by 20 percent on a system-wide basis. The proposed rate increase will be applied to minimum monthly charge and volumetric rates for all inside and outside City utility customers. The proposed increase to water and wastewater rates will be effective with the first monthly bills issued on or after October 1, 2012.

A 5-year analysis completed in July 2012, identifies the current level of funding gap between revenue and expenditures based on existing rates at \$1.8 million for the Water Utility and \$0.45 million for the Wastewater Utility.

It should be noted that the funding gap analysis is based on known and measurable changes in revenue requirements anticipated to be incurred only through Fiscal Year 2012-13. This analysis does not include identification of any funding gap that may arise

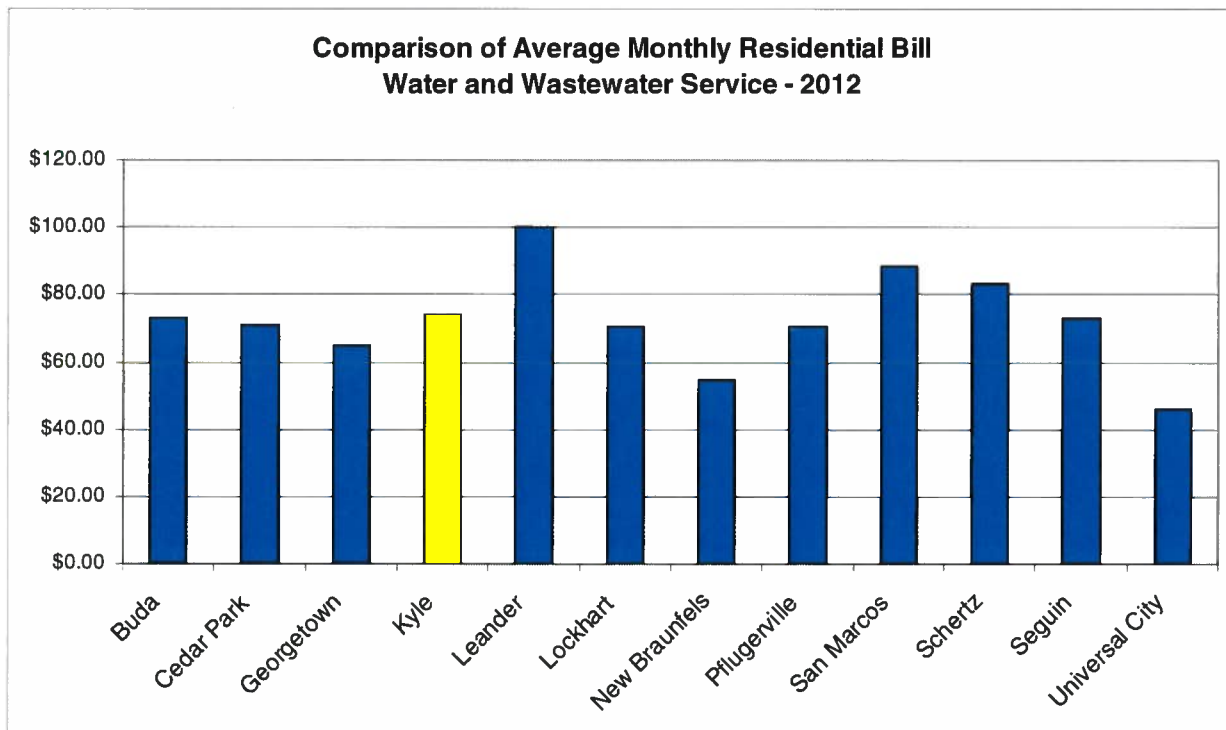
subsequent to Fiscal Year 2012-13 as a result of increases in annual operating and or debt service requirements. It is recommended that a funding gap analysis be completed each fiscal year and utility rates be set or adjusted accordingly.

The 3-year system-wide water and wastewater rate increase plan proposed last year to improve the financial integrity of the Water and Wastewater Utility systems for City Council's consideration is as follows:

	<u>Water</u>	<u>Wastewater</u>
Fiscal Year 2011-12:	30%	25%
Fiscal Year 2012-13:	20%	20%
Fiscal Year 2013-14:	20%	10%

It is important to note that the 3-year rate plan for water and wastewater rate adjustments does not include any future cost increases. The 3-year rate plan is only intended as a catch-up provision for current system costs and resulting funding gap.

A comparison of monthly average residential bill for water and wastewater services is provided below:



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Condition Assessment of Water Reservoirs

The Public Works Department recently completed a condition assessment of all its reservoirs for storing potable drinking water, both elevated and ground storage tanks. A full report is scheduled to be provided to the City Council along with a plan for corrective actions.

The Proposed Budget for Fiscal Year 2012-13 does not include any funding in the Capital Improvements Program (CIP) for the major repairs to the City's potable drinking water storage reservoirs that will be necessary in the near future.

Significant Changes Affecting Water and Wastewater Rates

Significant changes in the Proposed Budget for Fiscal Year 2012-13 for the Utility Fund are as follows:

- \$341,382 or 3.94 percent increase in total operations and maintenance expenses for the Utility which includes approximately \$160,000 increase in water supply costs.
- \$300,000 or 18.35 percent reduction in the amount of transfer to the General Fund. The proposed budget includes \$1,335,000 for the General Fund Transfer as compared to the current approved budget amount of \$1,635,000.
- \$79,595 for fuel costs, an increase of \$20,595 or 34.91 percent compared to as \$59,000 approved in the current budget.
- \$71,400 for overtime compensation, an increase of \$19,900 or 38.64 percent as compared to \$51,500 approved in the current budget.
- \$60,003 for cost of living adjustment is included in the proposed budget.
- \$140,280 for retirement system (TMRS), an increase of \$15,934 or 12.81 percent as compared to \$124,346 approved in the current budget.
- \$171,053 for health insurance or an increase of \$14,916 or 9.55 percent as compared to \$156,137 approved in the current budget.
- Funding is not included for the next wastewater treatment plant capacity expansion.

CAPITAL IMPROVEMENTS PROGRAM (CIP)

The Proposed Budget for Fiscal Year 2012-13 includes funding for only selected capital projects and a detailed listing is provided in the Proposed Budget document. The following capital projects totaling \$9,500,000 are funded in the Proposed Budget:

1. Southside Wastewater Collection System:	\$5,000,000
2. RM 150 Realignment TxDOT Project:	<u>\$4,500,000</u>
Total:	<u>\$9,500,000</u>

As discussed in the Water and Wastewater Utility section of this budget transmittal, the Public Works Department recently completed a condition assessment of all its reservoirs for storing potable drinking water, both elevated and ground storage tanks. A full report is scheduled to be provided to the City Council along with a plan for corrective actions. The Proposed Budget for Fiscal Year 2012-13 does not include any funding in the Capital Improvements Program (CIP) for the major repairs that will be necessary in the near future.

Item # 5

CAPITAL OUTLAY (NON CIP)

The Proposed Budget for Fiscal Year 2012-13 does not include any new non-CIP capital outlay items for City departments such as for replacement or new dump trucks, police vehicles and motorcycles, pick up trucks, heavy equipment, machinery, etc.

REAPPROPRIATION FOR SELECTED ENCUMBRANCES

Requests to roll forward appropriation for the following selected encumbrances pertaining to outstanding contractual commitments of the City are included in the Proposed Budget. A complete listing of contracts with a description of the associated projects is provided in the Proposed Budget document.

1. General Fund (110):	\$ 8,987
2. 2007 CO Fund (182):	3,000
3. 2008 CO Fund (184):	45,770
4. 2009 Tax Notes (185):	99,524
5. Utility Fund (310):	6,480
6. Wastewater Impact Fee Fund (342):	76,780
7. Grant Fund (410):	34,224
8. Water Reuse fund (411):	<u>15,504</u>
Total:	<u>\$ 290,269</u>

DEBT SERVICE REQUIREMENTS

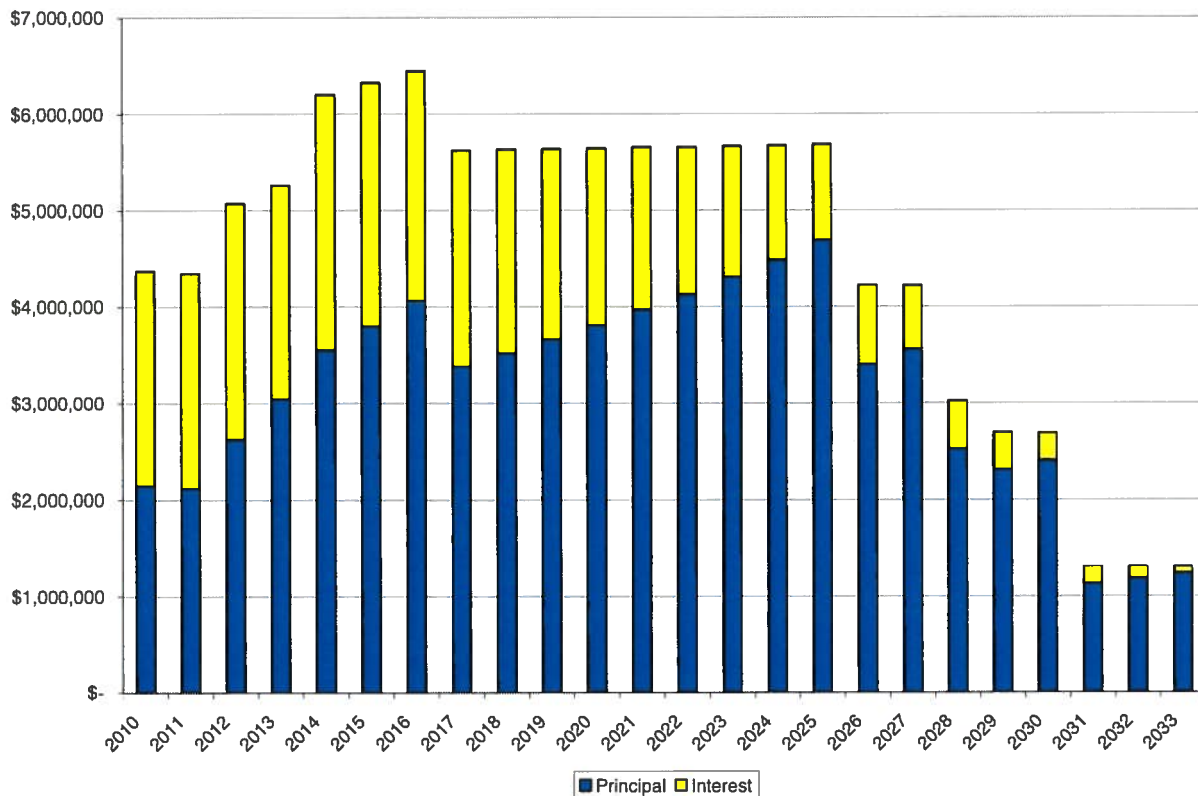
As of October 1, 2012, beginning of Fiscal Year 2012-13, approximately \$68.21 million in total debt (principal only) will be outstanding. Debt service payments due during Fiscal Year 2012-13 on outstanding debt of the City totals \$5,259,406 (principal and interest), an increase of \$190,146 or 3.75 percent from the current year.

As per City Council's authorization, the Proposed Budget for Fiscal Year 2012-13 includes application of \$425,000 from the 2008 Contractual Obligation funds toward debt service payments next year. This will be the third of four planned annual debt service offsets totaling \$1.70 million or \$425,000 per year as authorized by the City Council.

The graph below shows the City's annual aggregate debt service payments for all outstanding debt by fiscal year. The aggregate annual payments include principal and interest due each February and August. Detailed debt service schedules for individual bond series are provided in the Fiscal Year 2012-13 Proposed Budget document.

Item # 5

**City of Kyle, Texas
 Aggregate Debt Service by Fiscal Year**



Total amount of debt outstanding as of October 1, 2012 and debt service payments (principal and interest) due in Fiscal Year 2012-13 for the respective City Funds are as follows:

<u>Total Debt</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Fund:	\$36,073,072	\$15,796,754	\$51,869,826
Utility Fund:	5,960,206	2,580,495	8,540,701
TIRZ Fund:	26,036,913	9,245,406	35,282,319
Hotel Occupancy Tax Fund:	<u>137,760</u>	<u>9,075</u>	<u>146,835</u>
Total Debt Outstanding:	<u>\$68,207,951</u>	<u>\$27,631,730</u>	<u>\$ 95,839,681</u>

<u>2013 Debt Service Payments</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
General Fund:	\$1,809,091	\$1,444,327	\$3,253,418
Utility Fund:	688,346	243,709	932,055
TIRZ Fund:	514,763	522,588	1,037,351
Hotel Occupancy Tax Fund:	<u>32,800</u>	<u>3,782</u>	<u>36,582</u>
Total Debt Service:	<u>\$3,045,000</u>	<u>\$2,214,406</u>	<u>\$5,259,406</u>

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PROPOSED BUDGET FOR ALL OTHER CITY FUNDS

The Proposed Budget for Fiscal Year 2012-13 includes requests for appropriations for revenue, expenditures, transfers, and estimated ending fund balances in the special revenue and other restricted City Funds listed below as Other City Funds.

Proposed expenditures for Other City Funds total \$17,112,422 for Fiscal Year 2012-13. Adoption of the Proposed Budget for Fiscal Year 2012-13 by the City Council will include appropriation authorizations for revenue and expenditures accounted for in all Other City Funds.

A detailed Fund Summary showing beginning fund balance, revenue and other sources of funds, expenditures and other uses of funds, and estimated ending fund balance is provided for the following Other City Funds in the Proposed Fiscal Year 2012-13 Budget document:

1. Emergency Reserve Fund
2. Transportation Fund
3. Police Forfeiture Fund
4. Police Special Revenue Fund
5. Court Special Revenue Fund
6. Hotel Occupancy Fund
7. Economic Development Fund
8. Library Building Fund
9. Debt Service Fund

10. TIRZ Debt Service Fund
11. Park Development Fund
12. 2007 Contractual Obligation Fund
13. 2008 Contractual Obligation Fund
14. 2009 Tax Notes Fund
15. 2010 Contractual Obligations Fund
16. Water CIP Fund
17. Water Impact Fee Fund
18. Wastewater CIP Fund
19. Wastewater Impact Fee Fund
20. Grant Fund
21. Water Reuse Feasibility Fund
22. Train Depot Renovation Donation Fund
23. Public Educational & Government Fund
24. Structural Demolition Fund
25. OPEB Liability Fund

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FUNDING FOR RM 150 REALIGNMENT PROJECT

Based on the Funding Plan reviewed and authorized by the City Council on February 21, 2012, the Proposed FY 2012-13 Budget includes \$4,500,000 for the RM 150 Realignment Project. The Council authorized Funding Plan includes reprogramming bond and other developer funds to provide for the City's share of the estimated cost for the RM 150 Realignment Project.

- \$3,000,000 from available funds in the 2008 Contractual Obligation Bond Fund.
- \$268,268 from the fund balance in RM 150 Lot Fee Account (Waterleaf Falls, Woodland Park, Post Oak, and Four Seasons)
- \$656,471 from the 2008 Contractual Obligation Bond Fund. The funding is made available by reclassifying IT equipment costs to the 2009 Tax Notes Fund that was originally charged to the 2008 Contractual Obligations Bond Fund.
- \$575,261 from the 2008 Contractual Obligation Bond Fund. The funding is made available by reclassifying HCPUA Operations & Maintenance costs to the Water and Wastewater Utility Fund that was originally charged to the 2008 Contractual Obligations Bond Fund.

FUNDING FOR DACY LANE PROJECT

The City's allocated share of the Dacy Lane roadway reconstruction project estimated to be approximately \$1.4 million is not included in the Proposed Budget for FY 2012-13. The City had discussed with Hays County officials for a 5 to 7-year payment plan to

reimburse the County. A formal response as to the decision from the Hays County Commissioners Court has not been received by the City.

FUNDING FOR ENVISION KYLE RECOMMENDED PROJECTS

Funding is not included in the Proposed Budget for Fiscal Year 2012-12 for all operating and capital projects as identified and recommended by the citizens of Kyle in their second and final session held on May 19, 2012. Accordingly, the debt levy for the 2012 property tax rate does not include any debt service requirements for any of the Envision Kyle related bond funded capital projects.

It is anticipated that if the bond propositions are successful, an appropriate amount of debt levy will be included to cover the annual amount of debt service payments on the new bonds in the property tax rate (I&S portion) for FY 2013-14.

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BUDGET SUMMARY

In closing, I want to emphasize that the Proposed Budget for Fiscal Year 2012-13 provides adequate funding to maintain current service levels for all basic municipal services in our community.

However, the City's Proposed Budget for Fiscal year 2012-13 does not include the following program initiatives and services that have been identified as critical needs by myself and my senior management team. This list of critical service items will have to be addressed in future years as economic conditions improve and our community's taxable base increases.

1. Street maintenance; slurry seal coating should be completed for most roads.
2. A repair and maintenance program for the City's potable drinking water storage reservoirs and other utility infrastructure.
3. Reconstruction and realignment of major roadways.
4. Replacement and or addition of police vehicles, maintenance vehicles, and heavy equipment for maintenance.
5. Wastewater treatment plant acquisition and capacity expansion.
6. Addition of critical positions for Police, Library, Street Maintenance, Parks, Utility Billing/Customer Service, Municipal Court, and Finance.
7. Police department's long range space needs as well as for the overall City government.
8. Technology replacement and upgrades throughout City government.

9. Emergency operations and management.
10. Security operations and management for City facilities and infrastructure.
11. Market based adjustments for various job classifications.
12. Traffic signal installations at major roadway intersections.

I want to thank the Mayor and City Council Members and all City employees for their continued commitment and service to our community. I also want to express my appreciation to Andy Alejandro, Staff Accountant, in our Financial Services Department for all his hard work and extended work hours dedicated in the compilation of the budget document.

I am looking forward to the City Council Budget Workshops and Public Hearings scheduled throughout the month of August and early September 2012 to review, discuss, and for the adoption of the City's Budget for Fiscal Year 2012-13.

Respectfully submitted,



Lanny S. Lambert
City Manager

Attachments

cc: James R. Earp, CPM, Assistant City Manager
Jerry Hendrix, Director of Communications & Community Development
Perwez A. Moheet, CPA, Director of Finance
Amelia Sanchez, City Clerk
All Department Directors

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