

ORDINANCE ON FIRST READING ADOPTING THE 2023-24 FISCAL YEAR UTILITY FUND BUDGET AND MAKING APPROPRIATION IN ACCORDANCE WITH SAID BUDGET FOR THE PERIOD BEGINNING THE FIRST DAY OF OCTOBER 2023 AND ENDING THE LAST DAY OF SEPTEMBER 2024; APPROPRIATING MONEY TO A SINKING FUND TO PAY INTEREST AND PRINCIPAL DUE ON THE CITY'S INDEBTEDNESS; AND PROVIDING FOR THE PUBLICATION OF THIS ORDINANCE

WHEREAS, in accordance with the City Charter, it is necessary to adopt a budget for the Fiscal Year 2023-24; and

WHEREAS, a Proposed Annual Budget for the period commencing October 1, 2023 and ending September 30, 2024 has been prepared by the City Manager in accordance with Article X of the City Charter, and the City Council has considered the City Manager's proposed budget; and,

WHEREAS, a public hearing on the Annual Budget was held on September 5, 2023 after due and proper notice of said hearing having been given in accordance with the City Charter, NOW THEREFORE;

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SEGUIN:

SECTION 1. The Annual Utility Fund Budget for the fiscal year commencing October 1, 2023 and ending September 30, 2024, is hereby approved and adopted.

SECTION 2. The sums set forth below are hereby appropriated for the ensuing 2023-24 fiscal year for the different departments and purposes of the City;

FISCAL YEAR 2023-24 BUDGET

UTILITY FUND

Revenue:

Electric Revenues	32,844,950
Water Revenues	17,844,838
Sewer Revenues	12,839,200
Other Charges	1,151,036
Other Revenues	1,336,850
Intragovernmental Services	43,000
Use of Retained Earnings	<u>2,252,154</u>
Total Operating Revenue	68,312,028

Other Revenue Sources:

Utility Capital Projects Fund	
Interest Earnings	335,666
Storm Water Drainage Utility Fund	
Storm Water Drainage Utility Fee	1,100,025
2014 Utility Revenue Bond Fund	
Interest Earnings	100
Use of Retained Earnings	26,216

2017 Utility Revenue Bond Fund	
Interest Earnings	20,000
Use of Retained Earnings	821,844
2018 Utility Revenue Bond Fund	
Interest Earnings	50,000
Use of Retained Earnings	1,309,156
2020 Utility Revenue Bond Fund	
Interest Earnings	75,000
Use of Retained Earnings	2,836,125
2022 Certificates of Obligation-Utility portion	
Interest Earnings	500,000
Use of Retained Earnings	13,532,692
2022A Certificates of Obligation-Utility portion	
Interest Earnings	750,000
Use of Retained Earnings	59,715,024
Texas Water Development Board Bond Fund	
Interest Earnings	3,500,000
Use of Retained Earnings	89,500,000
Water Impact Fund	
Water Impact Fees	300,000
Interest Earnings	75,050
Sewer Impact Fund	
Sewer Impact Fees	2,000,000
Interest Earnings	300,500
Use of Retained Earnings	199,500
Wholesale Power Savings Fund	
Interest Earnings	20,050
Use of Retained Earnings	914,527
Hydroelectric Subordination Fund	
Interest Earnings	10,010
Lease Revenue	25,000
Use of Retained Earnings	654,399
Rate Stabilization Fund	
Interest Earnings	50,000
Emergency Fund	
Interest Earnings	50,050
Utility Bonds Reserve Fund	
Interest Earnings	5,000
Utility I & S Fund	
Interest Earnings	750,000
Deferred Revenue	2,080,928
Use of Retained Earnings	<u>3,096,813</u>
Total Other Revenue Sources	<u>184,603,675</u>
TOTAL REVENUE	<u>252,915,703</u>
<u>Expenditures by Department:</u>	
Utility Billing	607,879
Utility Administration	650,748

Administrative Services	1,943,725
Electric Distribution	24,381,355
Utility Services	2,183,112
Capital Projects/Engineering Department	1,457,924
Water Plant	6,982,657
Water/Sewer Maintenance	6,395,510
Geronimo Creek WWTP	544,650
Walnut Branch WWTP	1,670,457
Economic Development	629,859
Facilities	1,398,339
Information Technologies	1,413,198
City Attorney	345,060
Non-Departmental	928,163
Indirect Cost Allocation	<u>6,500,291</u>
Total Expenditures	58,032,927
Other Expenditures:	
Utility Fund Capital Projects	4,001,000
Stormwater Drainage Utility Fund	572,753
2014 Utility Revenue Bond Fund	26,316
2017 Utility Revenue Bond Fund	841,844
2018 Utility Revenue Bond Fund	1,359,156
2020 Utility Revenue Bond Fund	2,911,125
2022 Certificates of Obligation-Utility portion	14,032,692
2022A Certificates of Obligation-Utility portion	60,465,024
Texas Water Development Board Bond Fund	93,000,000
Wholesale Power Savings Fund	934,577
Hydroelectric Subordination Payment	689,409
Emergency Fund	5,000
Utility I & S Fund	<u>13,954,343</u>
Total Other Expenditures	<u>192,793,239</u>
Subtotal Expenditures	250,826,166
Transfers to Retained Earnings	
Utility Fund Capital Projects	335,666
Stormwater Drainage Utility Fund	527,272
Water Impact Fund	375,050
Rate Stabilization Fund	50,000
Emergency Fund	45,050
Utility Reserve Fund	5,000
Utility I&S	<u>751,499</u>
Total Transfers to Retained Earnings	<u>2,089,537</u>
TOTAL EXPENDITURES	<u>252,915,703</u>

SECTION 3. This ordinance shall take effect on the First day of October, 2023.

PASSED ON FIRST READING on the 5th day of September, 2023.

PASSED AND ADOPTED BY THE CITY COUNCIL OF THE CITY OF SEGUIN, TEXAS on this 19th day of September, 2023.

Donna Dodgen, Mayor

ATTEST:

Naomi Manski, City Secretary