

ORDINANCE NO. 1861

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF KELLER, TEXAS, ADOPTING THE ANNUAL BUDGET FOR THE CITY OF KELLER, TEXAS, FOR THE FISCAL YEAR BEGINNING OCTOBER 1, 2017 AND ENDING SEPTEMBER 30, 2018, INCLUDING THE 2017-18 CAPITAL IMPROVEMENTS PROGRAM, ADOPTING THE 2017-18 UTILITY BILLING RATE SCHEDULE, AND ADOPTING THE FISCAL YEAR 2017-18 FEE SCHEDULE FOR THE CITY OF KELLER, TEXAS.

WHEREAS, the annual budget for the City of Keller, Texas was prepared by the City Manager and presented to the City Council by August 10, 2017, in accordance with the Charter of the City of Keller, Texas; and

WHEREAS, a public hearing on the Keller Crime Control Prevention District was held, and the Board of Directors of the Keller Crime Control Prevention District unanimously approved the budget for the Keller Crime Control and Prevention District, on May 31, 2017, and subsequently, a notice of public hearing on the proposed Keller Crime Control and Prevention District budget was provided, and said public hearing was held by the City Council of the City of Keller, Texas, on July 18, 2017; and

WHEREAS, the Keller Development Corporation Board of Directors approved the budget for the Keller Development Corporation, on June 13, 2017, and subsequently, a notice of public hearing on the proposed Keller Development Corporation budget was provided, and said public hearing was held by the City Council of the City of Keller, Texas, on July 18, 2017; and

WHEREAS, the proposed budget document has been made available for public review in person and on the City's Internet web site and;

WHEREAS, a notice of public hearing concerning the proposed annual City budget was published as required by State law and the City Charter of the City of Keller, and said public hearing was held by the City Council on September 19, 2017; and

WHEREAS, after review and public hearing on the proposed 2017-18 Annual Budget, including the 2017-18 capital improvements program, the 2017-18 City of Keller Utility Billing Rate Schedule, and the 2017-18 City of Keller Fee Schedule, it is deemed to be in the best financial interest of the citizens of the City of Keller, Texas, that the City Council should approve said budget and any amendments, as subsequently approved by the City Council, and as presented by the City Manager.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF KELLER, TEXAS:

Section 1: THAT, the above findings are hereby found to be true and correct and are incorporated herein in their entirety.

Section 2: THAT, the official budget for the City of Keller, Texas, for the Fiscal Year beginning October 1, 2017 and ending September 30, 2018, including the 2017-18 Capital Improvements Program be hereby adopted by the City Council of the City of Keller, Texas, and the City Secretary is directed to keep and maintain a copy of such official budget on file in the office of the City Secretary, available for inspection by citizens and the general public.

Section 3: THAT, the City Council of the City of Keller, Texas, hereby approves transfers between funds as indicated within the budget.

Section 4: THAT, the sums specified below are hereby appropriated from the respective funds for the payment of expenditures on behalf of the city government as established in the approved budget document:

| | |
|---|--------------|
| General Fund | \$35,767,464 |
| Water And Wastewater Fund | 27,331,316 |
| Drainage Utility Fund | 1,440,660 |
| Keller Development Corporation Fund | 2,722,024 |
| The Keller Pointe Fund | 3,197,344 |
| Keller Crime Control And Prevention District Fund | 1,183,542 |

| | |
|--|---------------------|
| Street And Sidewalk Improvements Fund | 1,526,250 |
| Debt Service Fund | 4,693,483 |
| Information Technology Fund | 2,291,902 |
| Recreation Special Revenue Fund | 289,596 |
| Municipal Court Special Revenue Fund | 121,202 |
| Public Education And Government Cable Franchise Fee Fund | 153,600 |
| Community Clean-Up Fund | 33,631 |
| Tax Increment Reinvestment Fund | 2,784,425 |
| Fleet Replacement Fund | 412,625 |
| Facility Capital Replacement Fund | 387,100 |
| | |
| TOTAL OPERATING EXPENDITURES | \$84,336,164 |
| | |
| Street Improvement Projects | \$ 7,220,000 |
| Parks and Recreation Projects | 1,060,903 |
| General Government Projects | - |
| Water and Sewer Projects | 2,087,500 |
| Drainage Projects | 200,000 |
| | |
| TOTAL 2017-18 CAPITAL IMPROVEMENT FUNDS | \$10,568,403 |

Section 5: THAT, remaining balances of all capital project appropriations at September 30, 2017 shall be automatically re-appropriated into the respective capital project in the 2017-18 fiscal year in accordance with the Financial Management policy regarding project life budgeting.

Section 6: THAT, in addition to the amounts provided above in Section 3 through Section 5, the following capital projects costs are hereby authorized to be funded in fiscal year 2017-18 from new debt obligations:

N/A

Section 7: THAT, impact fee funds of the City of Keller, Texas are considered non-operating funds and are expressly limited or restricted to specific uses in the City of Keller Code of Ordinances or State law, therefore, no specific annual appropriation is provided; transfers of impact fees to capital improvement projects are hereby appropriated in fiscal year 2017-18 for the following purposes:

ROADWAY IMPACT FEE FUND: Revenues are derived from roadway impact fees assessed on new development within the City, and expenditures are restricted to roadway capital improvement projects and/or debt service costs related to specific roadway capital improvement projects. The following capital projects costs are hereby appropriated to be transfer in fiscal year 2017-18 from the Roadway Impact Fee Fund:

| | |
|---|------------|
| Johnson Road/Keller Smithfield Roundabout | \$ 462,500 |
| Total | \$ 462,500 |

WATER IMPACT FEE FUND: Revenues are derived from water impact fees assessed on new development within the City, and expenditures are restricted to water capital improvement projects and/or debt service costs related to specific water capital improvement projects. The following capital projects costs are hereby appropriated to be transfer in fiscal year 2017-18 from the Water Impact Fee Fund:

| | |
|-----------------------------|------------|
| Highway 377 12" Water Lines | \$ 100,000 |
| Total | \$ 100,000 |

WASTEWATER IMPACT FEE FUND: Revenues are derived from wastewater impact fees assessed on new development within the City, and expenditures are restricted to wastewater capital improvement projects and/or debt service costs related to specific wastewater capital improvement projects. The following capital projects costs are hereby appropriated to be transfer in fiscal year 2017-18 from the Wastewater Impact Fee Fund:

| | |
|-------|-------------|
| N/A | \$ - |
| | - |
| Total | <u>\$ -</u> |

PARKS CAPITAL IMPROVEMENTS FUND: Resources and associated expenditures are restricted for parks capital improvements. The following capital projects costs are hereby appropriated to be transfer in fiscal year 2017-18 from the Parks Capital Improvements Fee Fund:

| | |
|-------|-------------|
| N/A | \$ - |
| | - |
| Total | <u>\$ -</u> |

Section 8: THAT, expenditures on behalf of the City of Keller, Texas for the following funds are expressly limited or restricted to specific uses by other provisions in the City of Keller Code of Ordinances or State law; therefore, they are considered non-operating funds and no specific annual appropriation, except for interfund (intragovernmental) transfers are provided:

LIBRARY SPECIAL REVENUE FUND: Revenues are derived primarily from donations and contributions specifically designated for library related expenditures. Because of the uncertainty of annual revenues, no annual appropriation budget is prepared.

PUBLIC SAFETY SPECIAL REVENUE FUND: Revenues are derived from various sources and are specifically designated for public safety (Police and Fire) related expenditures, including training of public safety personnel. Because of the uncertainty of annual revenues, no annual appropriation budget is prepared.

PUBLIC ARTS SPECIAL REVENUE FUND: Revenues are derived from various sources, in particular donations and developer contributions, and are specifically designated for public art displays. Because of the uncertainty of annual revenues, no annual appropriation budget is prepared.

SINGLE NON-PROFIT TRUST FUND: Revenues are derived from withholdings from employees for health and life insurance premium deductions, and transfers of City-paid health and life insurance benefits on behalf of employees. Revenues are specifically designated for payment of third-party health and life indemnity insurance premiums. Because withholdings from employees for health and life insurance premium deductions are non-budgeted cash outlays, and further, that the cost of City-paid insurance premiums for employees is already provided within the budgets of the respective and various funds of the City, no annual budget appropriation is necessary for this fund.

TREE RESTORATION FUND: Revenues are derived from various sources and are specifically designated for tree new and replacements on city grounds. Because of the uncertainty of annual revenues, no annual appropriation budget is prepared.

GRANT SPECIAL REVENUE FUND: Revenues are derived primarily from various grants, in particular, federal and state agency grants which are designated for specifically related expenditures. Because of the uncertainty of annual revenues, no annual appropriation budget is prepared.

Section 9: THAT, unless related to a project-life expenditure, all appropriations shall lapse at the end of each respective fiscal year.

Section 10: THAT, the 2017-18 City of Keller Utility Billing Rate Schedule listed below is hereby adopted for fiscal year 2017-18.

| | Water Rates | Wastewater Rates | Drainage Rates |
|------------------------------|-------------|------------------|----------------|
| Base Rate (per month) | \$20.41 | \$14.05 | \$7.00 |
| Tier 1 - Rate/Usage (0-2K) | 3.42 | 4.26 | |
| Tier 2 - Rate/Usage (2-10K) | 4.53 | | |
| Tier 3 - Rate/Usage (10-20K) | 4.92 | | |
| Tier 4 - Rate/Usage (20-25K) | 5.43 | | |
| Tier 5 - Rate/Usage (25-40K) | 6.77 | | |
| Tier 6 - Rate/Usage (40K+) | 7.28 | | |

Section 11: THAT, the 2017-18 City of Keller Fee Schedule provided in the budget document is hereby adopted for fiscal year 2017-18.

Section 12: THAT, should any part, portion, section, or part of a section of this Ordinance be declared invalid, or inoperative, or void for any reason by a court of competent jurisdiction, such decision, opinion, or judgment shall in no way affect the remaining provisions, parts, sections, or parts of sections of this Ordinance, which provisions shall be, remain, and continue to be in full force and effect.

Section 13: THAT, all ordinances and appropriations for which provisions have heretofore been made are hereby expressly repealed if in conflict with the provisions of this Ordinance.

AND IT IS SO ORDAINED.

