

# 2013-14 Proposed Budget






Austin, Texas





# Commitment to Community Engagement and Transparency

- Annual citizen survey
- Enhanced use of video and the internet
  - Budget Basics video 
  - 19 financial forecast video presentations
  - 20 budget video presentations planned
  - Online budget prioritization tool
- Budget in a Box 
- 30 Boards and Commissions meetings
- 19 community budget meetings
- Bilingual Budget in Brief 



# Budget is Structurally Sound

- Proposed budget is financially sound
  - General Fund reserves maintained at 12.0%
  - AE strategic reserve requirement is not met but measures are in place to achieve compliance by FY 2018
  - Stable reserves viewed favorably by rating agencies
- General Fund budget is balanced with a 0.85 cent increase in the tax rate
  - Tax rate increase of 4.2 cents projected over 5-year planning horizon to keep revenue growth in line with expenditures at existing service levels
  - Proposed tax rate below rollback calculation for 4<sup>th</sup> consecutive year (prior 4 years were at rollback rate)



# Budget Values Employees

- 1.5% salary increase for civilian employees and sworn police officers
- New paid parental leave program for civilian employees
- 5% increase in City's contribution to the Employee Benefit Fund
  - Includes cost increases for implementation of new Affordable Care Act requirements
  - City pays 100% of employee's premium and 50% of dependent premiums



# Budget Aligns with Council Priorities

- Funding of mid-year budget amendments and Council initiatives– \$5.7 million
  - 24-hour operation of select hike and bike trails
  - Operation of City cemeteries
  - Increased staffing for Wildfire Division, Planning and Development Review, and APD Forensics Lab
  - Enhanced records management program
  - Paid parental leave program for civilian employees
  - Meals on Wheels
  - Implementation of civilian civil service system



# Budget Aligns with Council Priorities

- Maintains 2.0 officers per 1,000 population
- Addresses critical staffing needs in Planning and Development Review
- Revisions to citywide cost sharing models
  - 311, Economic Development, Sustainability Fund
  - 4-year transition to new models
- New funding model for Neighborhood Housing and Community Development
  - Begins transition of Sustainability Fund to General Fund
  - Revised Housing Trust Fund transfer calculation resulting in a higher transfer amount





# Keeping Austin Best Managed

## ➤ Imagine Austin

- Continuation of efforts to align business planning and capital planning processes around Imagine Austin's seven priority programs

## ➤ “Austin is Setting the Standard for Municipal Service Delivery”

- Above benchmark cities in 36 of 46 service areas
- Top 10% in customer service, residential curbside recycling, and City swimming pools

## ➤ City of Austin Dashboard

- Increasingly viewed as a municipal best practice
- Met performance goals in 17 of 21 service areas
- Continually “raising the bar” on service expectations

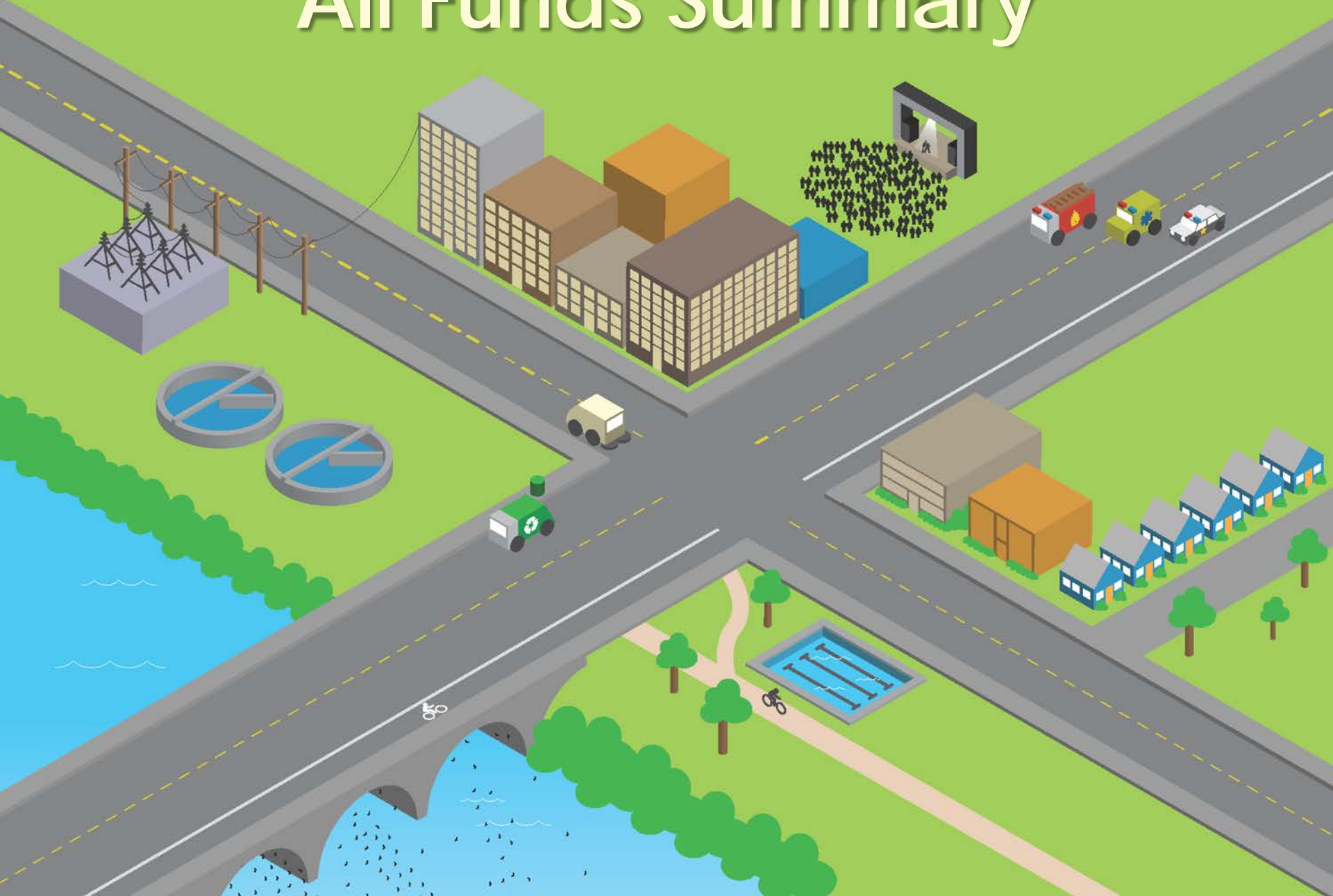
An isometric illustration of a city street scene. In the background, there are several buildings of different heights and colors (grey, brown, orange). A road with yellow dashed lines runs horizontally. On the road, there is a yellow car, a green recycling truck, a red fire truck, a yellow construction vehicle, and a white police car. A person on a bicycle is riding on a path next to the road. In the foreground, there is a blue river with small black dots representing fish. A green bush is on the right side of the river.

# Today's Presentation

- ✓ All Funds Summary
- ✓ General Fund – Revenue Detail
- ✓ General Fund – Budget Highlights
- ✓ Other Funds
- ✓ Capital Improvements Program
- ✓ Next Steps

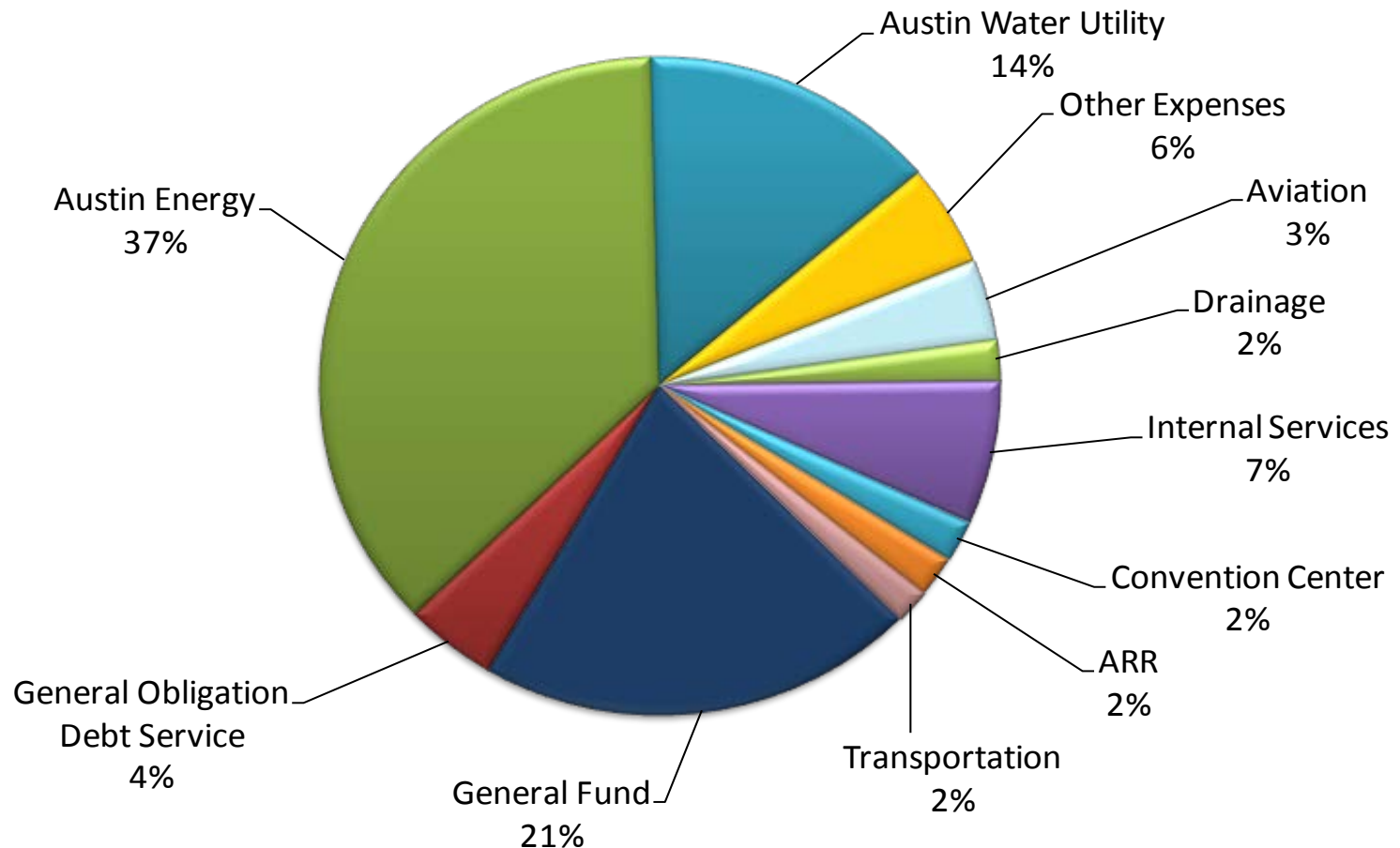


# All Funds Summary



# All Funds Budget

## All City Funds Proposed Uses of Funds FY 2013-14 (\$3.3 billion)





## Labor Contracts – \$6.2 million

- **1.5% pay increase for sworn police—**  
\$2.8 million
- **Step increases** for sworn police and fire—  
\$2.4 million
- **1% increase in pension contribution for sworn firefighters** effective September 2013— \$759,000
  - Provision from current contract
- **Longevity pay increase** for sworn police—  
\$182,000



# Other Employee Pay and Benefits

- **1.5% pay increase for civilian employees— \$8.3 million**
- Continuation of funding for civilian **Service Incentive Pay— \$6.4 million**
- 5% increase in City contribution to **employee health insurance— \$6.2 million**
- Increase in **starting pay for police cadets** from \$32,000 to \$40,000— \$764,000
  - First increase since 2001

# All Funds Personnel Changes

	FY 13 Amended	New	Deleted	Transfers	FY 14 Proposed
General Fund	5,876.5	113.0	(0.5)	(9.0)	5,980.0
Austin Convention Center	197.5	8.0	0.0	(2.0)	203.5
Austin Energy	1,659.0	13.75	0.0	0.0	1,672.7
Austin Water Utility	1,094.1	63.25	0.0	0.0	1,157.3
Aviation	351.0	11.0	0.0	0.0	362.0
Austin Resource Recovery	408.0	14.0	0.0	(7.0)	415.0
Code Compliance	91.0	19.0	0.0	7.0	117.0
Transportation Fund	387.0	55.0	0.0	1.0	443.0
Watershed Protection	257.2	15.5	0.0	0.0	272.7
Internal Service Funds	1,319.6	33.5	0.0	11.0	1,364.1
Grant Funds	327.0	2.0	(11.0)	(4.0)	314.0
Other Funds	404.0	28.0	0.0	3.0	435.0
<b>Total</b>	<b>12,372.0</b>	<b>376.0</b>	<b>(11.5)</b>	<b>0.0</b>	<b>12,736.5</b>

# Major Rate and Fee Changes

## Estimated impact of proposed rate and fee changes on “typical” resident:

	2013 Monthly Rate	2014 Proposed Rate	Monthly Dollar Change	Typical rate payer defined as:
Austin Energy	\$100.04	\$103.50	\$3.46	<i>residential customer usage of 1,000 Kwh</i>
Austin Water Utility	\$83.24	\$88.30	\$5.06	<i>residential customer is 8,000 gallons of water and 4,700 gallons of wastewater</i>
Austin Resource Recovery	\$19.75	\$19.75	\$0.00	<i>residential customer using a 64 gallon cart</i>
Clean Community Fee	\$6.00	\$6.85	\$0.85	<i>per single-family home/residence</i>
Transportation User Fee	\$7.80	\$7.80	\$0.00	<i>per single-family home/residence</i>
Drainage User Fee	\$8.35	\$9.20	\$0.85	<i>per equivalent residential unit</i>
Property Tax Bill	\$74.73	\$78.90	\$4.17	<i>median priced home of \$185,133</i>
<b>Total</b>	<b>\$299.91</b>	<b>\$314.30</b>	<b>\$14.39</b>	<b><i>average projected increase of 4.8%</i></b>

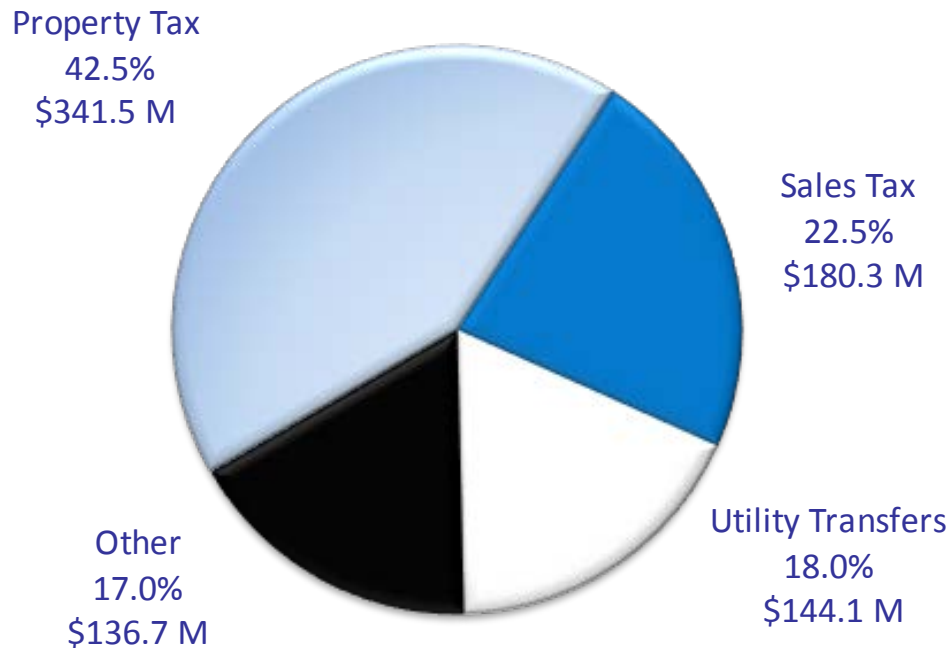


# General Fund Revenue Detail



# General Fund – Sources of Funds

## FY 2014 Projected General Fund Revenue \$802.6 Million



## Projected General Fund Revenue FY 2013 Estimated to FY 2014 Proposed (millions)

Source	FY 2013	FY 2014	Change
<b>Property Tax</b>	\$313.3	\$341.5	\$28.2
<b>Sales Tax</b>	\$175.0	\$180.3	\$ 5.3
<b>Utility Transfers</b>	\$140.7	\$144.1	\$ 3.4
<b>Other Revenue*</b>	\$142.2	\$136.7	(\$5.5)
<b>TOTAL</b>	<b>\$771.2</b>	<b>\$802.6</b>	<b>\$31.4</b>

\*Reduction due to one-time appropriation of \$10.5 million from the Budget Stabilization Reserve in FY 2013.

# Property Tax

	<b>Growth Rate</b>	<b>Total AV</b>	<b>New Property</b>
FY 2012	2.1%	\$ 79.2 b	\$3.5 b
FY 2013	5.5%	\$ 83.6 b	\$2.9 b
FY 2014	5.9%	\$ 88.5 b	\$1.8 b

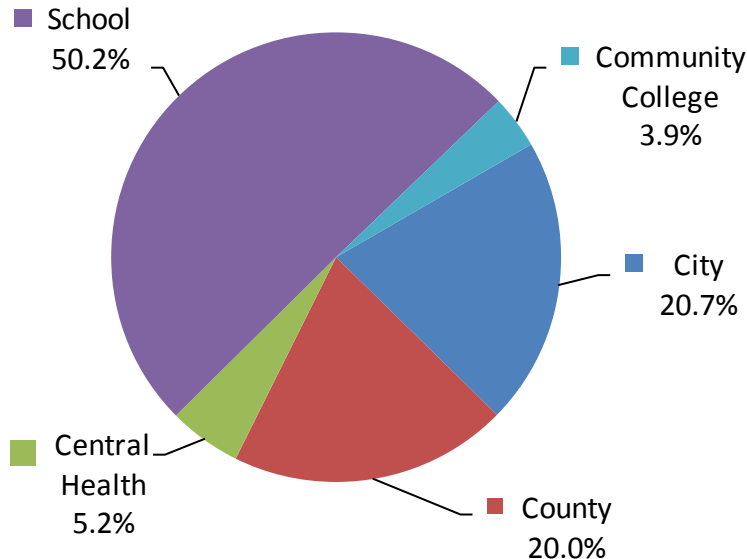
**Proposed Tax Rate = 51.14¢**



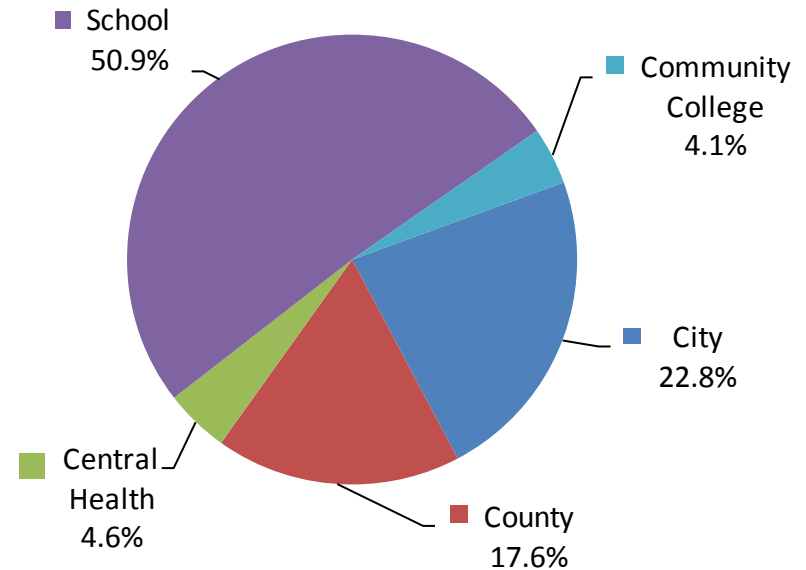
- 0.85¢ tax rate increase; from 50.29¢ to 51.14¢ per \$100 of taxable value
- \$4.17 per month impact for owner of a median valued home
- Effective rate = 48.43¢; Rollback Rate = 51.34¢
- 1¢ change in the tax rate equals \$8.7 million

# Overlapping Property Tax

TAX RATE 2014



TAX BILL 2014 – \$185,000 HOME



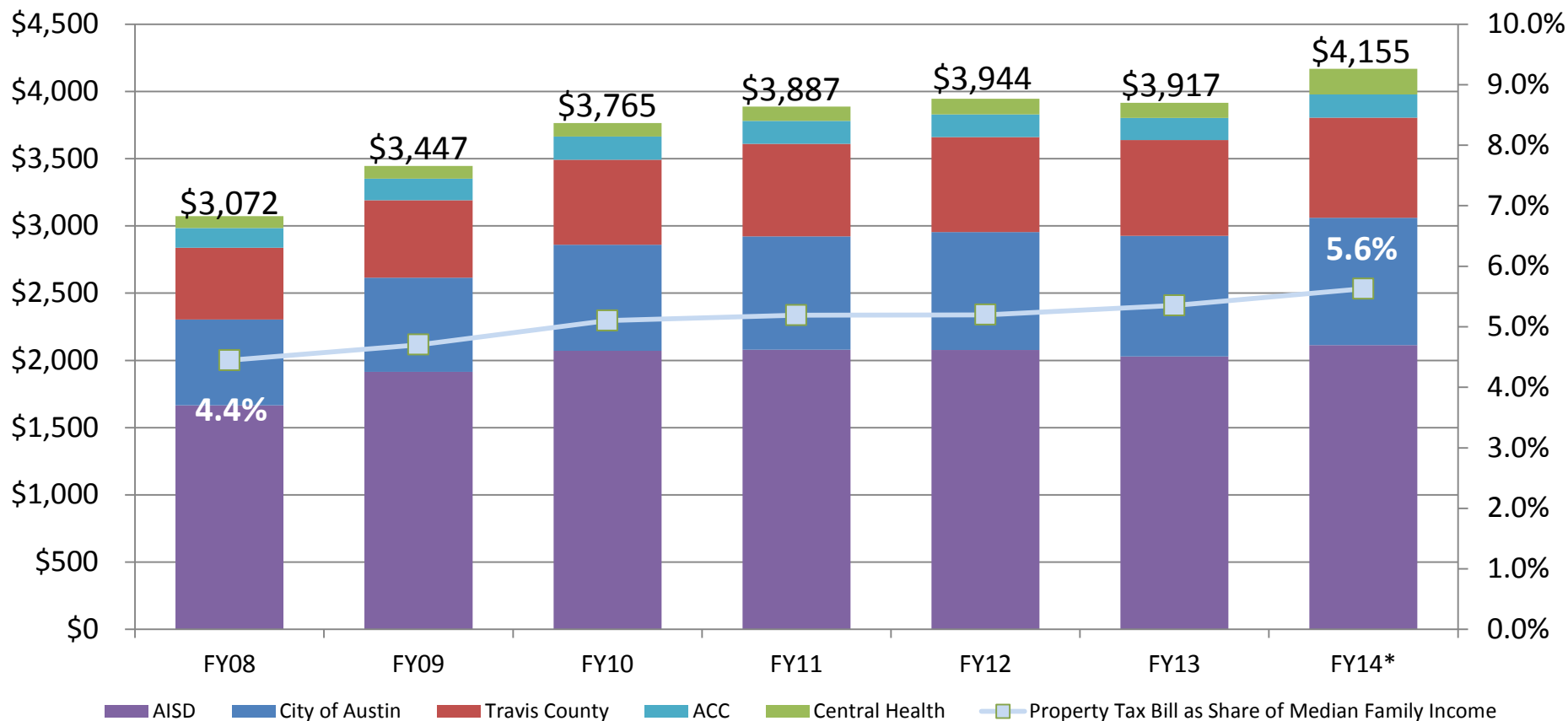
Jurisdiction	2012-13	2013-14*	Variance
City	0.5029	0.5114	0.0085
County	0.5001	0.4946	(0.0055)
Health Care	0.0789	0.1289	0.0500
School	1.2420	1.2420	0.0000
Community College	0.0951	0.0951	0.0000
<b>Total Tax Rate</b>	<b>2.4190</b>	<b>2.4720</b>	<b>0.0530</b>

Jurisdiction	2012-13	2013-14*	Variance
City	\$897	\$947	\$50
County	\$713	\$733	\$20
Central Health	\$113	\$191	\$78
School	\$2,029	\$2,113	\$84
Community College	\$165	\$171	\$6
<b>Total Tax Bill</b>	<b>\$3,917</b>	<b>\$4,155</b>	<b>\$238</b>

\*Proposed values for the City of Austin and Travis County. Preliminary values from other jurisdictions.

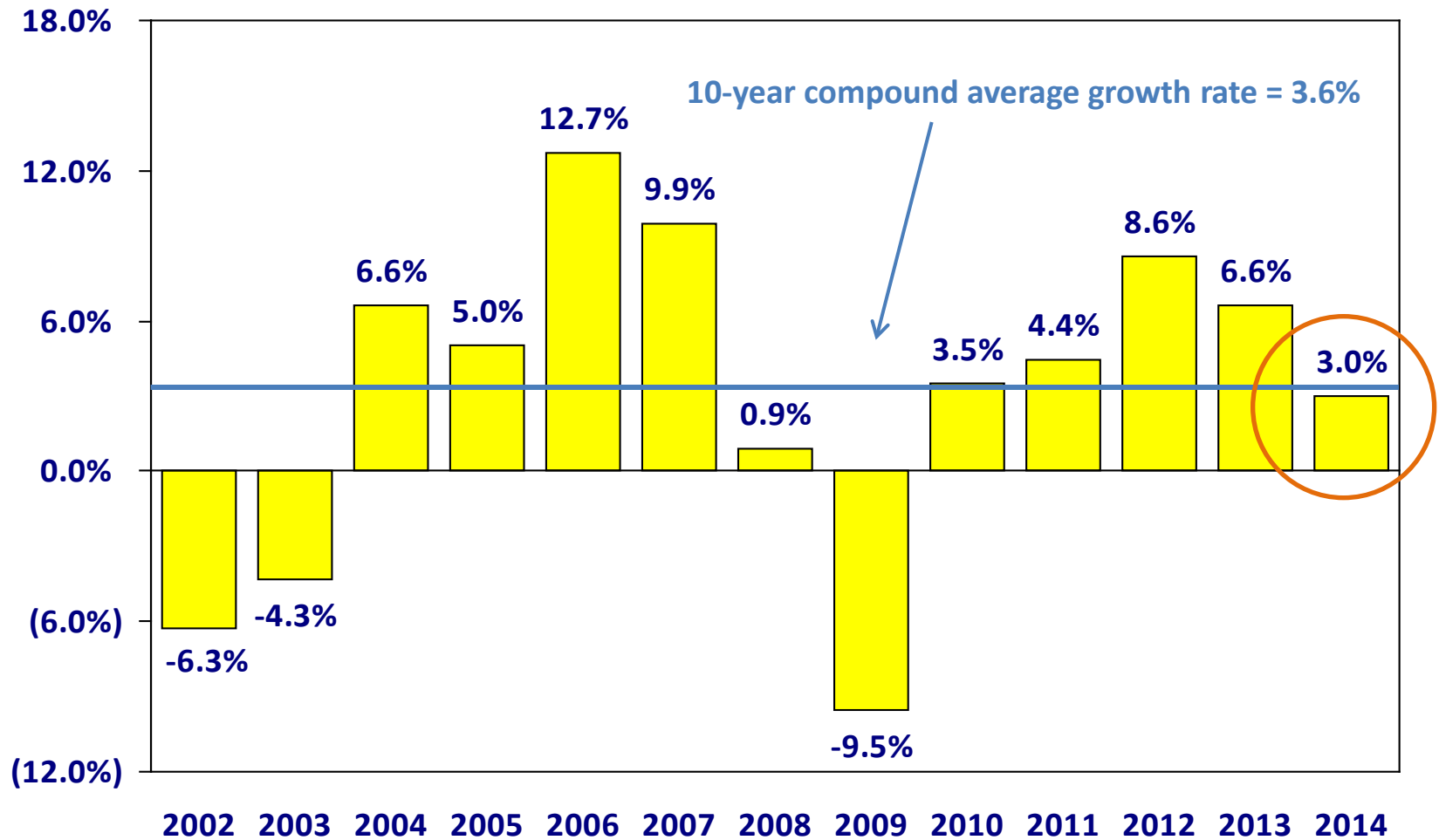
# Overlapping Median Tax Bill History

## Overlapping Property Tax Bill on Median-Value Home & As Share of Median Family Income: FY08 - FY14



\*Projected FY14 tax bills are derived from City Proposed rate and forecasted rates for other entities as of 6/21/2013. All years net of homestead exemptions. Median residential home price data from Travis County Appraisal District. Median family income data series from U.S. Department of Housing and Urban Development; F14 value forecasted by applying 5-year compound annual growth rate to 2013 value.

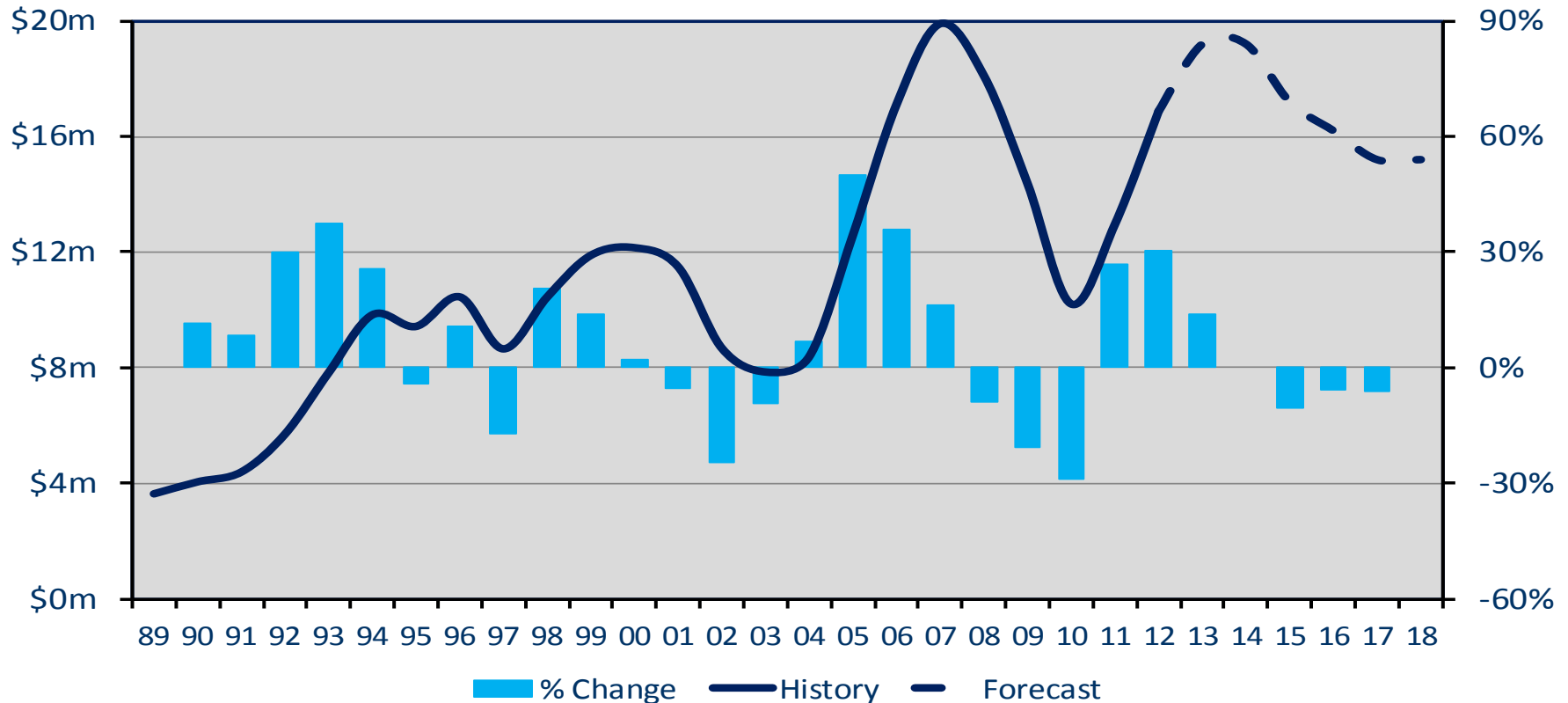
# Sales Tax – Annual Growth Rate



FY 14 growth conservatively projected at 3% due to historic volatility.

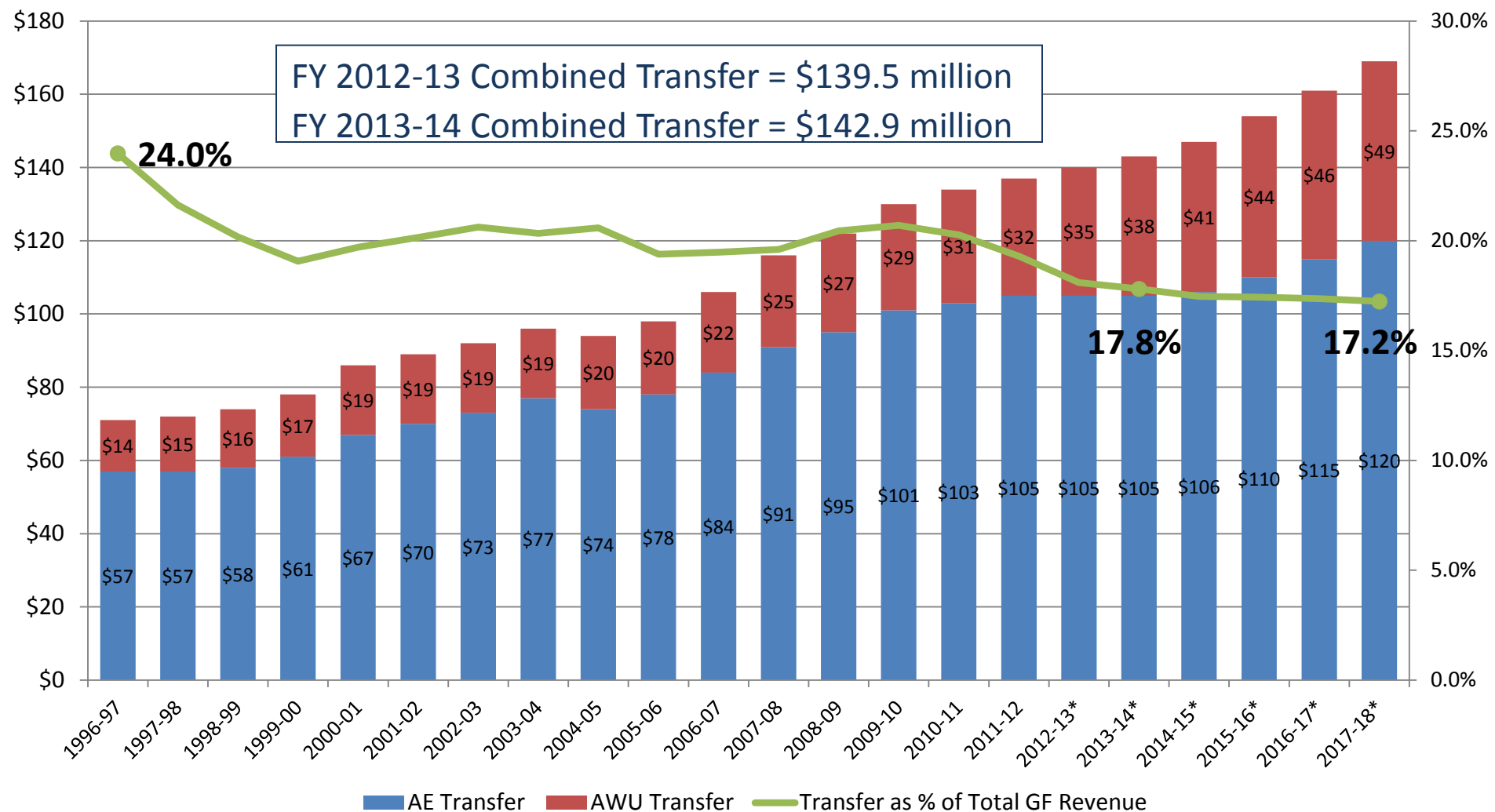


# Development Revenue



- FY 2012-13 estimated revenue = \$19.2 million
- FY 2013-14 estimated revenue = \$19.2 million

# Utility Transfer History & Forecast



\*FY13 Estimated; FY14 Proposed; FY15 – FY18 Forecasted



# Other Revenue Highlights

## ➤ Charges for Services—\$4.6 million increase

- Primarily Emergency Medical Services, Parks and Recreation, Health and Human Services
- FY 2013 estimate = \$46.9 million
- FY 2014 projected = \$51.5 million

## ➤ Franchise Fees— no change

- Telecommunications, cable and gas franchise agreements
- FY 2013 estimate = \$33.3 million
- FY 2014 projected = \$33.3 million

## ➤ Fines and Penalties— no change

- Traffic fines and parking violation; court and arrest fees; penalties for violations of city ordinances; library fines
- FY 2013 estimate = \$16.6 million
- FY 2014 projected = \$16.6 million

## ➤ Transfers In— (\$7.3 million reduction)

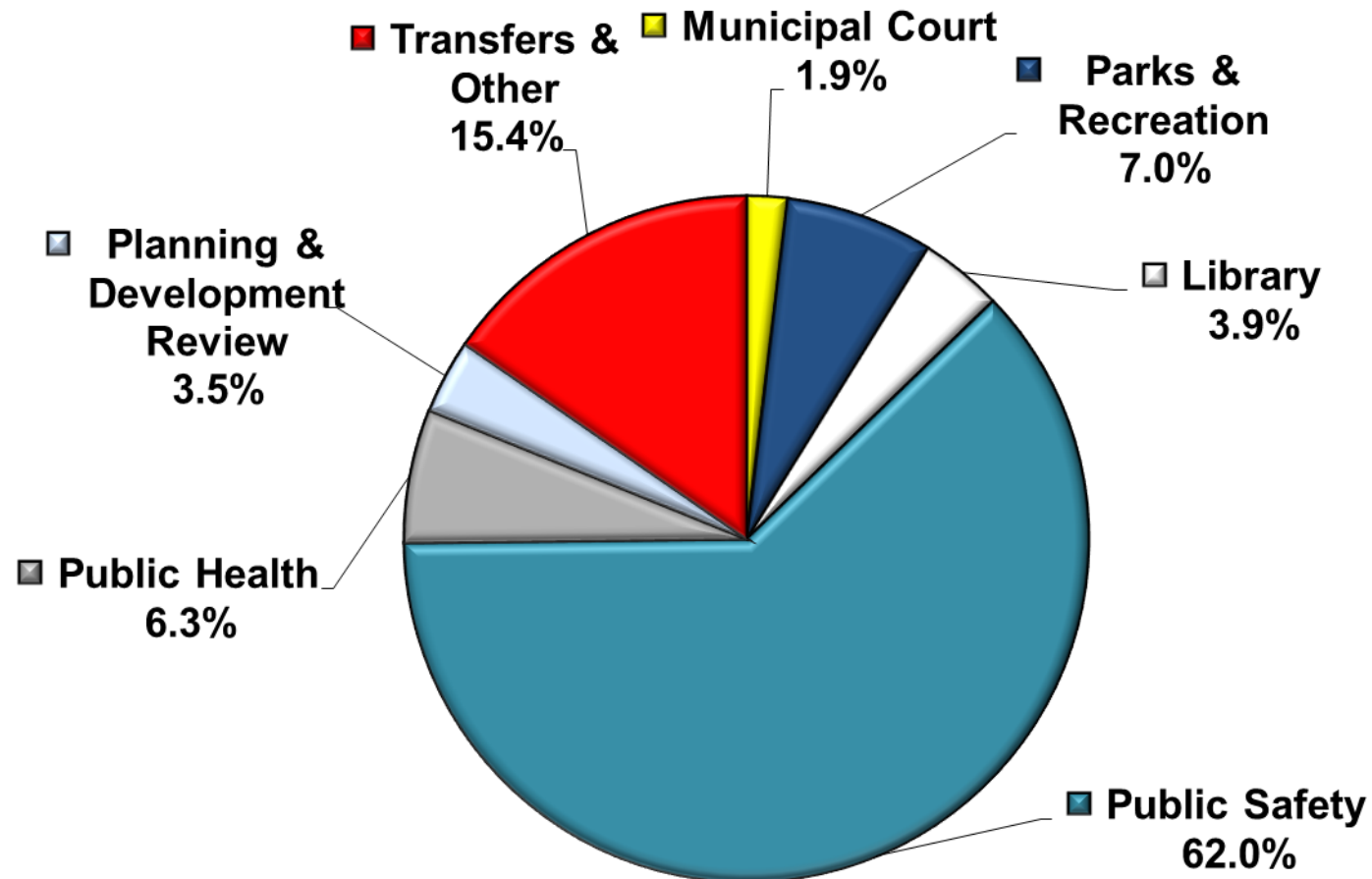
- Net effect of increased utility transfers and elimination of \$10.5 million one-time transfer from Budget Stabilization Reserve approved by Council mid-year FY 2013

# General Fund Highlights



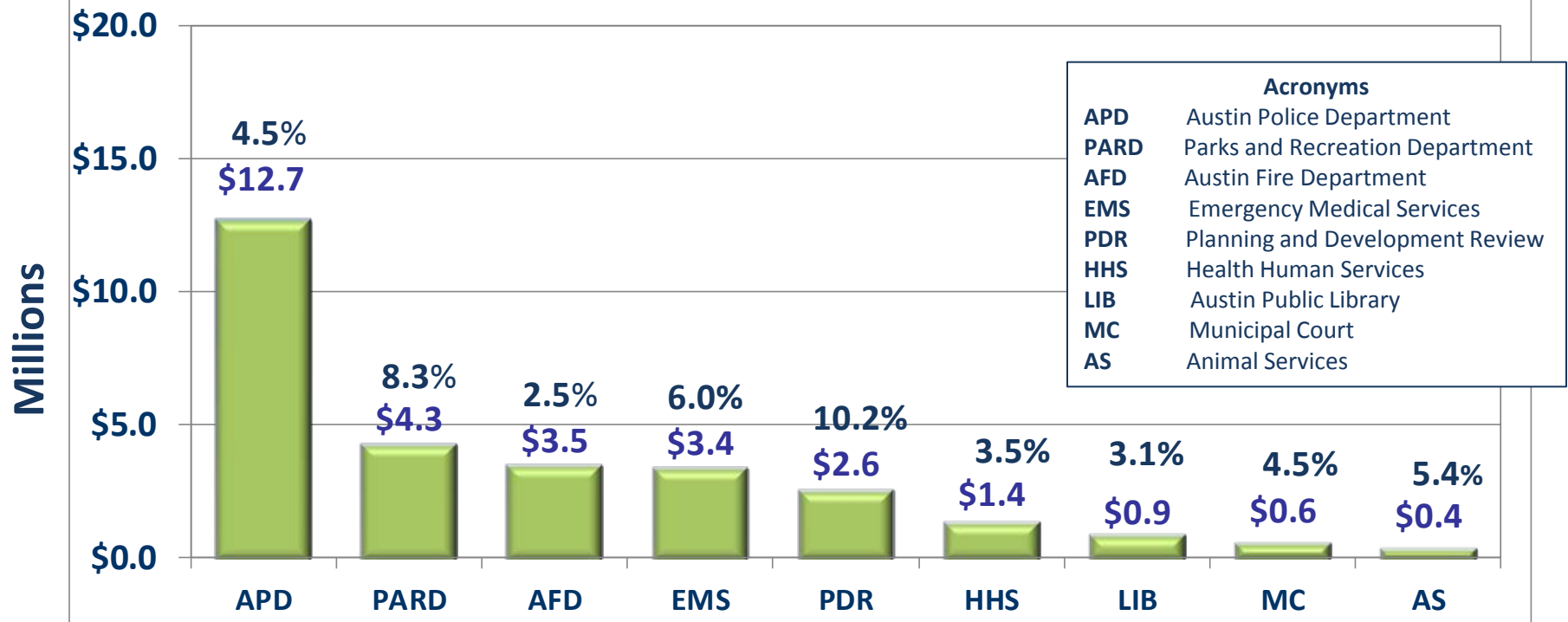
# General Fund – Uses of Funds

**Fiscal Year 2014 Proposed Budget – \$802.6 Million**



# Budget Changes by Department

## General Fund Increases by Department







# General Fund Highlights

- 47 new police officer positions to **maintain ratio of 2 officers per 1,000 population**— April start date— \$2.6 million FY 2014; \$4.0 million annually
- 23 new positions in **Planning and Development Review** to address demand-driven increase in development review and inspection— \$1.8 million; offset by increased development revenue
- Annualized **Emergency Medical Services** cost for operation of Hunters Bend, Kelly Lane, and Bee Caves stations— \$1.3 million; reimbursed by County



# General Fund Highlights

- Transfer **work force development programs** from Sustainability Fund to Health and Human Services—\$1.1 million
- 20 positions in Parks and Recreation for **maintenance of five City-owned cemetery sites**—\$836,000 net of revenue
- 7 new positions in AFD for **fire inspections, permitting, and plan reviews**—\$743,000; fully offset by increased development revenue
- Full-year funding in APD to **patrol 3 hike and bike trails without curfews**—\$700,000

An isometric illustration of a city street scene. On the left, there are several buildings of different heights and colors (grey, brown, tan). A road with a dashed yellow line runs horizontally. On the road, there is a yellow car, a green recycling truck, a red fire truck, a yellow car with a gear icon, and a white police car. A bicycle is also on the road. Below the road is a green grassy area, and at the bottom is a blue river with small black dots representing birds or fish. The background is a solid green color.

# General Fund Highlights

- Increased funding for **Travis County Central Booking Agreement**– \$698,000
- 2 new positions to address **increased case filings** and additional funding to **enhance rehabilitation services** in the Downtown Austin Community Court– \$270,000
- 5 new positions in Parks and Recreation to maintain new amenities at the **Colorado River Greenbelt, Gus Garcia Park and Walnut Creek Trail**– \$266,000

An isometric illustration of a city street scene. On the left, there are several buildings of different heights and colors (grey, brown, tan). A road with yellow dashed lines runs horizontally. On the road, there is a yellow car, a green recycling truck, a red fire truck, a yellow car with a gear icon, and a white police car. A bicycle is also on the road. Below the road is a green grassy area and a blue river with small black dots representing fish. The sky is light green.

# Transfers and Other Cost Drivers

- Increased **transfer to CTM, CTECC and Wireless** based on cost allocation model– \$9.1 million
- **Transfer to CIP** for Turner Roberts Recreation Center, library books and facility renovations– \$4.1 million
- Increased **transfer to Economic Incentives Reserve Fund** based on preliminary valuation data– \$3.7 million
- Increased **electric utility costs**– \$1.6 million
- Reduced **fuel costs**– (\$1.4 million savings)



# Changes to Allocation Models

## ➤ Economic Development Department

- Revenue-based allocation to General Fund, Austin Energy, Austin Water Utility and Austin Resource Recovery
- 4-year implementation; FY14 GF impact = \$1.3 million

## ➤ Sustainability Fund

- 4-year plan to transition Sustainability Fund programs to the General Fund (workforce development, child and youth development, and Neighborhood Housing)
- FY14 GF impact = \$1.3 million

## ➤ 311 Call Center

- Revised allocation model based on # of service calls
- 4-year implementation; FY14 GF impact = \$0.5 million



# Transfer to Housing Trust Fund

## ➤ Current Method

- 40% of property tax revenue from formerly City-owned properties within the Desired Development Zone
- Subject to annual Council budget approval

## ➤ Proposed Method

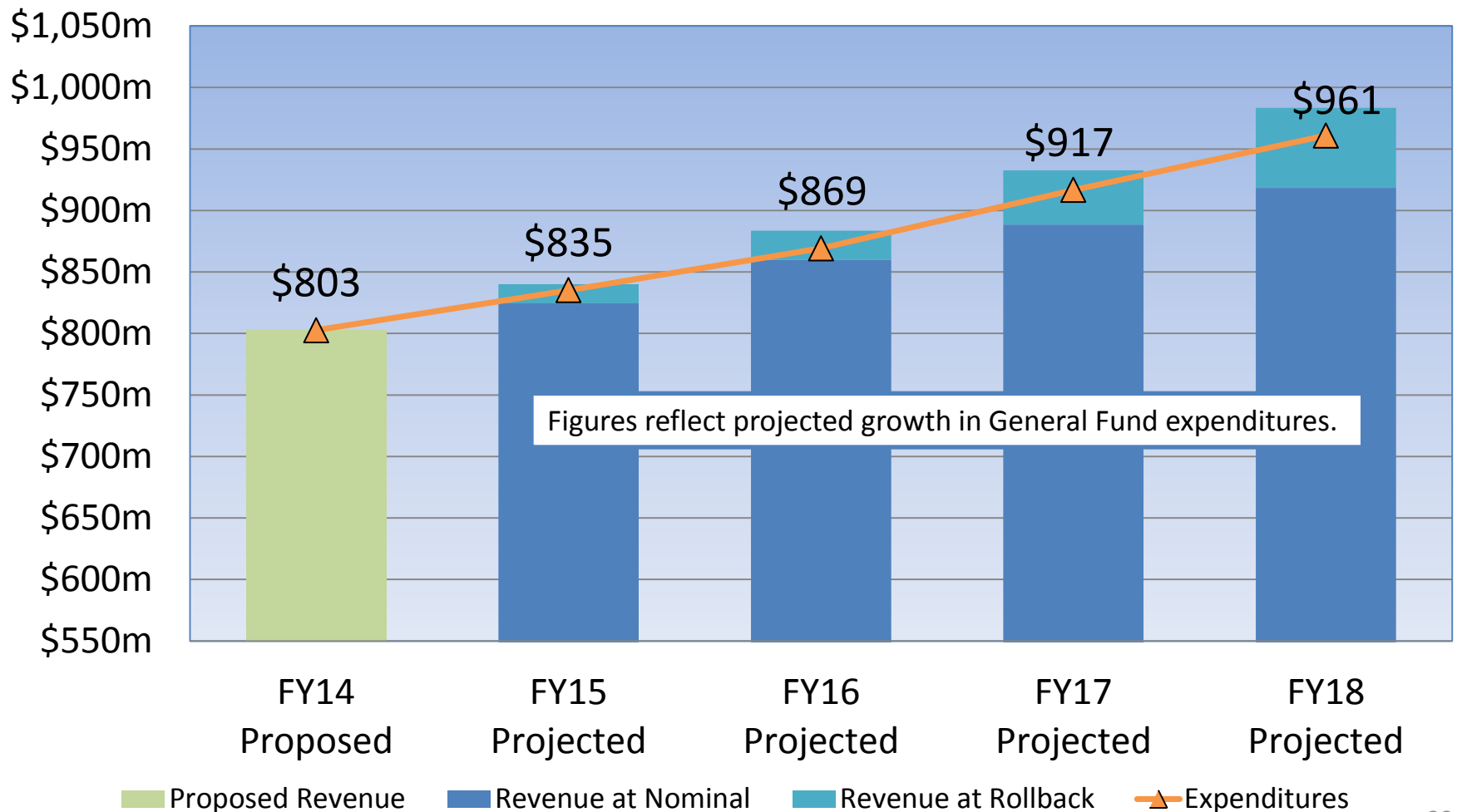
- 0.25% of total O&M property tax revenue starting in FY14; leveling off to 2% in FY18
- Annual transfer capped at \$10 million
- Subject to annual Council budget approval

HTF Transfer Calculation	FY14 Proj	FY15 Proj	FY16 Proj	FY17 Proj	FY18 Proj
Current Method	\$0.8	\$0.8	\$1.0	\$1.3	\$1.6
Proposed Method	\$0.9	\$1.9	\$4.0	\$6.6	\$9.5
% of O&M Tax Revenue	0.25%	0.50%	1.00%	1.5%	2.0%



# General Fund Outlook

## 5-Year Revenue to Expenditure Projection



# Support Services Fund

- 
- An isometric illustration of a city scene. In the foreground, a river flows under a bridge. A green recycling truck is on the road, and a bicycle is on a path. In the middle ground, there are several buildings of different colors (grey, brown, orange, blue), a power plant with cooling towers, and two circular water treatment tanks. In the background, a large crowd of people is gathered near a building entrance, and a fire truck, a construction vehicle, and a police car are on the road.
- Audit
  - Building Services
  - City Clerk
  - Contract Management
  - Financial Services
  - Government Relations
  - Human Resources
  - Law
  - Management Services
  - Mayor & Council
  - Public Information
  - Real Estate Services
  - SMBR



# Support Services Highlights

- 3 new positions in **Building Services** to assist the Strategic Facility Governance Team, oversee the daily activities of trades personnel and provide administrative support— \$351,000
- 3 new positions and increased training in **Financial Services** to improve contract compliance & monitoring, financial reporting and span of control— \$410,000
- 2 new positions and new tracking system in **Law** for public information requests— \$263,000
- 2.5 new positions in **City Clerk** for implementation of 10-Step Records Management program— \$210,000
- 1 new position in **Real Estate Services** to provide administrative and financial oversight— \$123,000

An isometric illustration of a city street scene. On the left, there are several buildings of different heights and colors (grey, brown, orange). A road with a dashed yellow line runs horizontally. To the left of the road is a green area with a bicycle lane marked with a white bicycle symbol. A yellow car is on the road, and a green recycling truck is in the bicycle lane. Below the road is a blue river with a bridge and some green trees on the bank. The sky is light blue with some white clouds.

# Support Services Highlights

- 2 new positions in **SMBR** to address additional workload in MBE/WBE certification and monitoring compliance— \$171,000
- 2 new positions in **Corporate Public Information** to support communications planning and event coordination and increased demand for video production— \$89,000
- 1 new position in **Human Resources** for Youth & Family Services coordination— \$85,000
- 1 new position in **Contract Management** to meet demand growth in Prevailing Wage program— \$72,000
- 1 new position in the **Sustainability Office** for tracking of performance indicators— \$40,000



# Communications and Technology Management



- Communications and Technology Management
- Combined Transportation, Emergency, and Communications Center (CTECC)
- Wireless Communications

An isometric illustration of a city street scene. In the background, there are several buildings of different heights and colors (grey, brown, orange). A road with yellow dashed lines runs through the middle. On the road, there is a yellow car, a green recycling truck, a red fire truck, a yellow construction vehicle, and a white police car. A person on a bicycle is also on the road. In the foreground, there is a bridge over a blue river. The river has some green trees on the bank and some birds flying in the sky.

# CTM Highlights

- 4 new positions to meet demand for critical applications and technology infrastructure support– \$429,000
- 2 new positions to begin work on additional public safety projects– \$231,000
- Hardware & software maintenance, licenses, warranty, minor equipment– \$1.7 million
- \$7.1 million increase in transfer to CIP for IT initiatives and replacement of critical IT hardware & software:
  - AMANDA Upgrade (case management system)
  - E-mail archiving system
  - EDIMS expansion (document imaging system)
  - Enterprise Services Bus
  - ETL & Business intelligence reporting tool
  - Wireless equipment for new police officers and vehicles
  - Public safety radio replacement
  - Storage expansion for Digital Vehicular Video system

# Enterprise Departments







# Austin Energy

## ➤ Budget Highlights

- 13.75 new positions for distribution maintenance, information technology, customer service, facility maintenance, and energy efficiency programs— \$1.4 million
- Funding for distribution pole inventory— \$2 million
- ED established as stand alone department; costs allocated to AE, AWU, ARR, and the General Fund— (\$366,000 savings)

## ➤ Rates and Fees

- No change in Customer Charge or Base Electricity Rate
- 0.07 cent per kWh increase in the ERCOT regulatory charge for build out of renewable energy transmission lines
- 0.08 cent per kWh increase in the Community Benefit Charge due to increased energy efficiency program costs
- 0.20 cent per kWh increase in the Power Supply Adjustment
- Combined monthly impact of \$3.46 for average customer



# Austin Water Utility

## ➤ Budget Highlights

- 63.25 new positions to implement year one of the utility's five year staffing plan
  - 22 for new facilities including WTP4, lift and pump stations, and annexation of River Place and Lost Creek— \$1.2 million
  - 41.25 to enhance departmental programs including public health and safety initiatives, facility maintenance and security, environmental conservation, and administrative functions – \$2.5 million

## ➤ Rates and Fees

- 4.9% combined system-wide increase
- Reserve fund surcharge increasing from 12 to 15 cents per 1,000 gallons
- Continuation of transition to cost of service for residential customers (additional 1% in FY 2013-14)
- \$5.06 per month impact for typical customer



# Aviation

## ➤ Budget Highlights

- 11 new positions to enhance airport safety, customer service, facility maintenance and IT support– \$0.8 million
- 1.1% increase in cost per enplaned passenger, from \$8.76 to \$8.86
- \$20.8 million transfer to airport capital fund

## ➤ Revenue

- 3% growth in passenger traffic projected for FY 2013-14
- 5% increase in landing fees and terminal lease revenue
- 0.9% increase in non-airline revenue



# Austin Resource Recovery

## ➤ Budget Highlights

- 14 new positions to address increased demand for collection services and to enhance diversion programs, safety, marketing and administrative support— \$1.0 million
- 7 administrative positions transferred to Code Compliance Department
- Elimination of one-time costs associated with the Single Use Bag Ban marketing campaign— (\$1.7 million savings)

## ➤ Rates and Fees

- No change in per gallon “pay as you throw” rates
- \$0.15 increase in the ARR portion of the residential Clean Community Fee; \$0.30 increase in the commercial fee
  - ARR portion of the fee pays for litter abatement, street cleaning and hazardous waste disposal



# Code Compliance

## ➤ Budget Highlights

- 12 new code inspectors to address growing demand for multi-family inspections, short-term rentals, commercial property investigations and work without permit violations— \$1.0 million
- 7 new support positions to improve financial administration, training, and to implement a new administrative hearings process— \$0.6 million
- 7 existing support positions transferred from Austin Resource Recovery
- Upgrades to IT systems including case management software and business intelligence— \$0.7 million

## ➤ Rates and Fees

- \$0.70 increase in the Code Compliance portion of the residential Clean Community Fee; \$1.40 increase in the commercial fee

A vertical illustration on the left side of the slide depicts a city street scene. At the top, there are several stylized buildings in shades of grey and brown. Below them is a road with a dashed yellow line. On the road, there is a yellow car, a green recycling truck, a red fire truck, and a white police car. A person on a bicycle is also visible. The road curves down towards a blue river at the bottom, which has small black dots representing birds or fish. The background is a solid green color.

# Convention Center

## ➤ Budget Highlights

- 12 new positions to address needs related to facility maintenance, increasing number of events, information technology, and financial services— \$0.7 million

## ➤ Revenue

- Continued strong growth projected in Hotel Occupancy Tax revenue
  - FY 2013-14 projection = \$59.9 million; Up \$19.1 million (47%) since FY 2009-10
  - Represents 60% of Convention Center revenue





# Public Works

## ➤ Budget Highlights

- 59 new positions to address growing service demands
  - 17 positions for and an additional street milling crew and asphalt and concrete repair work— \$1.0 million
  - 14 positions for sidewalk, curb, and gutter repairs— \$0.8 million
  - 11 positions to implement neighborhood connectivity projects including Capital Metro bus stop renovations and ADA enhancements— \$0.7 million
  - 9 positions in the Capital Projects Management Fund for implementation of the 2012 Bond program— \$0.9 million
  - 8 positions to meet growing financial and human resources needs including staff training and implementation of a new workforce development program— \$0.7 million

## ➤ Rates and Fees

- No increase in the Transportation User Fee for FY 2013-14





# Transportation

## ➤ Budget Highlights

- 3 new positions in the Traffic Management Program to conduct City and regional engineering studies— \$238,000
- 3 new positions in the Special Events Program to keep pace with the increasing number and scope of events— \$248,000
- 3 new positions in the Parking Management Fund to monitor a growing parking management area and to administer the Valet and Residential Parking Permit Programs— \$168,000
- 1 support position to enhance department administration— \$64,000

## ➤ Rates and Fees

- No increase in the Transportation User Fee for FY 2013-14
- \$0.4 million increase in right of way revenue due to growing construction activity and a new barricade inspection fee

A vertical illustration on the left side of the slide depicts a city street scene. At the top, there are several stylized buildings in shades of grey and brown. Below them is a road with a dashed yellow line. A yellow car, a green recycling truck, a red fire truck, and a white police car are shown driving on the road. A person on a bicycle is also visible. At the bottom of the illustration, a blue river flows under a bridge, with green trees and bushes on the banks.

# Watershed

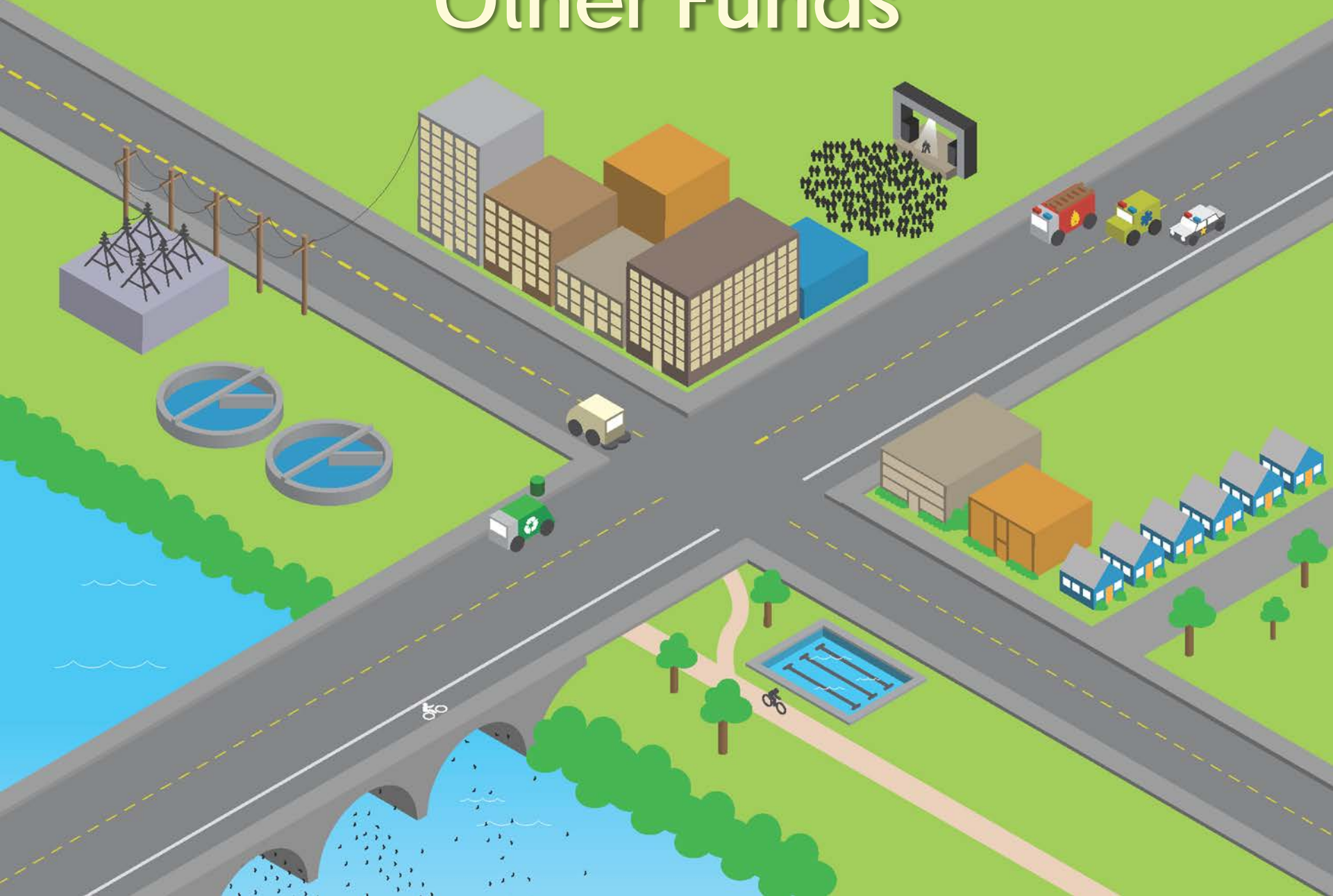
## ➤ Budget Highlights

- Continued Implementation of Drainage Master Plan
  - Increase transfer to CIP from \$21 million to \$22.4 million
  - Part of long-term funding strategy to increase cash funding of Watershed CIP to \$30 million annually
- 10 new positions plus related equipment and services for the operations and maintenance of the soon to be completed Waller Creek Tunnel— \$1.5 million
- 3 new positions for improved CIP coordination, urban ecosystem management, and support functions— \$283,000
- 2 new positions for maintenance of the pipeline conveyance system— \$121,000

## ➤ Rates and Fees

- \$0.85 per month increase in residential Drainage Utility Fee

# Other Funds



An isometric illustration of a city street scene. In the background, there are several multi-story buildings in shades of grey and brown. A road with a dashed yellow line runs horizontally. On the road, there is a yellow car, a green recycling truck, a red fire truck, and a white police car. A person on a bicycle is riding on the road. In the foreground, a bridge with a blue arch spans a body of water. There are green trees and bushes on the banks of the water.

# Neighborhood Housing and Community Development

## ➤ Budget Highlights

- Increased focus on housing education and outreach efforts—\$172,000
- Funding to enhance records management—\$75,000

## ➤ Federal Grant Funding

- \$600,000 increase in CDBG and HOME grants for FY 2013-14
- \$3.6 million reduction in prior two fiscal years

## ➤ Housing Trust Fund (HTF) Transfer

- New calculation method allocates 0.25% of O&M property tax revenue to the HTF in FY 2013-14
- Percentage allocation will increase to 2.0% by FY 2017-18 with a transfer cap established at \$10 million annually
- \$78,000 increase in FY 2013-14 relative to the prior calculation method; \$17.4 million over the next 5 fiscal years





# Economic Development

## ➤ Budget Highlights

- Transfer in of Music Program Specialist from Planning & Development Review— \$56,365
- Transfer of the Community Technology Initiative from the Sustainability Fund— \$287,833
- 5 new FTEs for Economic Development activities— \$299,747
- Increased support for the Science, Technology, Engineering and Mathematics Program (STEM) initiative— \$50,000

## ➤ Funding Model

- Moved out of Austin Energy and into the Economic Development Fund in FY 2013-14
- Costs will be shared by Austin Energy, Austin Water, Austin Resource Recovery, and General Fund determined by a percentage of gross revenues
- Four-year transition period

# Capital Improvements Program



# CIP Overview

	FY 2013-14 Appropriations	FY 2013-14 Spending Plan
General Government	\$158.9M	\$308.6M
Austin Energy	\$258.1M	\$217.9M
Austin Resource Recovery	\$17.7M	\$21.1M
Austin Water Utility	\$3.0M	\$237.3M
Aviation	\$3.9M	\$68.2M
Code Compliance	\$620K	\$620K
Convention Center	\$3.1M	\$5.9M
Watershed	\$66.2M	\$50.5M
<b>TOTAL</b>	<b>\$511.7M</b>	<b>\$910.0M</b>



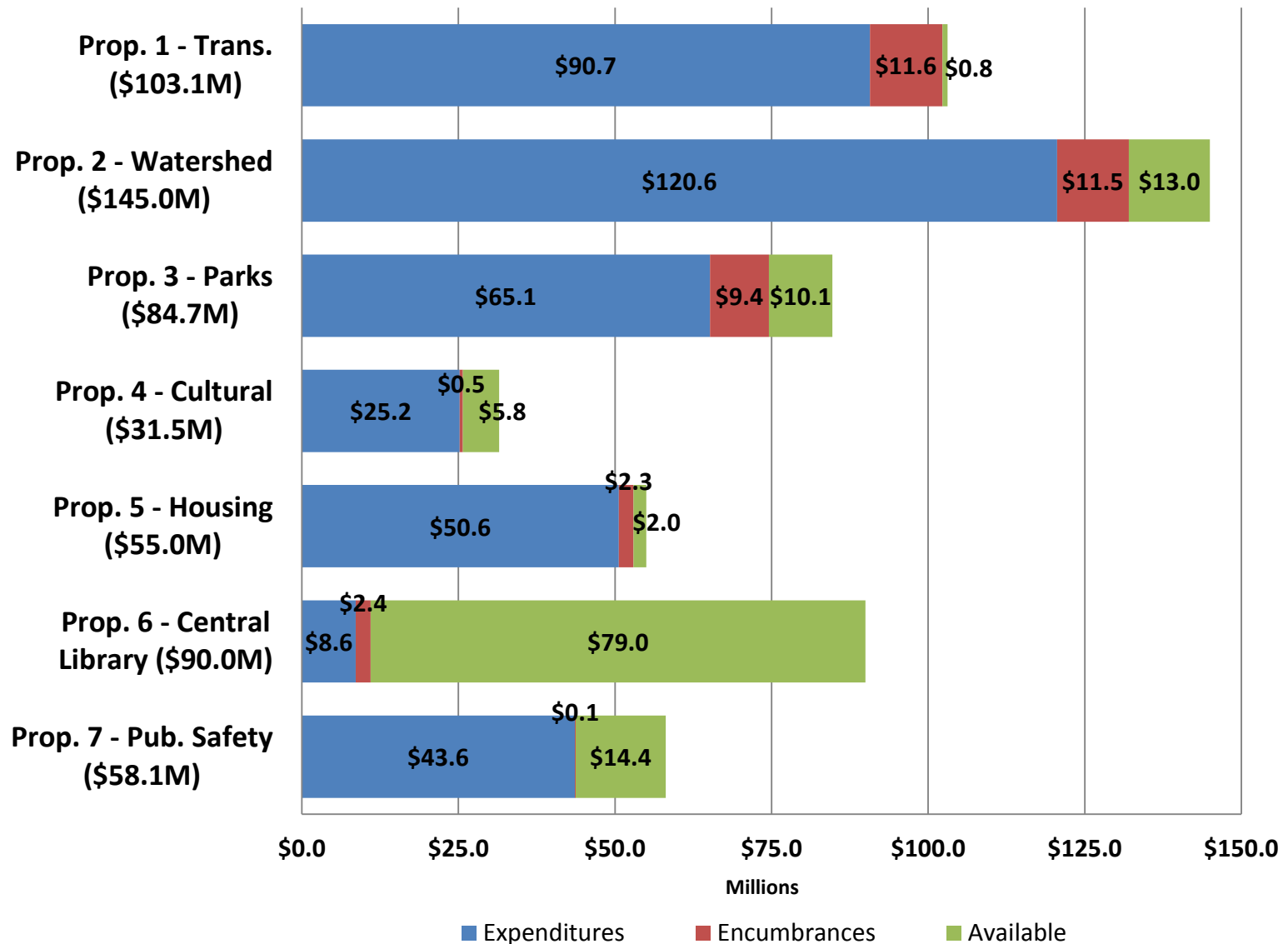
# CIP Highlights – General Government

Department	FY 2013-14 Spending	FY14 Highlights
Building Services	\$5.7M	Building renovations: Including OTC, Rutherford Lane, Fire stations, and City Hall
CTM	\$24.5M	Critical replacements (network, storage, VOIP); <b>Public safety radios/MDCs; AMANDA upgrade;</b> Business Intelligence
Economic Development	\$25.7M	Austin Studios; <b>Seaholm District</b>
Financial Services	\$535K	Financial system upgrades (BI)
Fleet	\$11.4M	Vehicles/equipment; Facility improvements; M5 upgrade
Health and Human Services	\$1.6M	Facility improvements
Library	\$48.1M	<b>New Central Library;</b> Branch library improvements
Neighborhood Housing	\$5.5M	<b>Rental/home ownership projects;</b> Market Study and Analysis of Impediments to Fair Housing

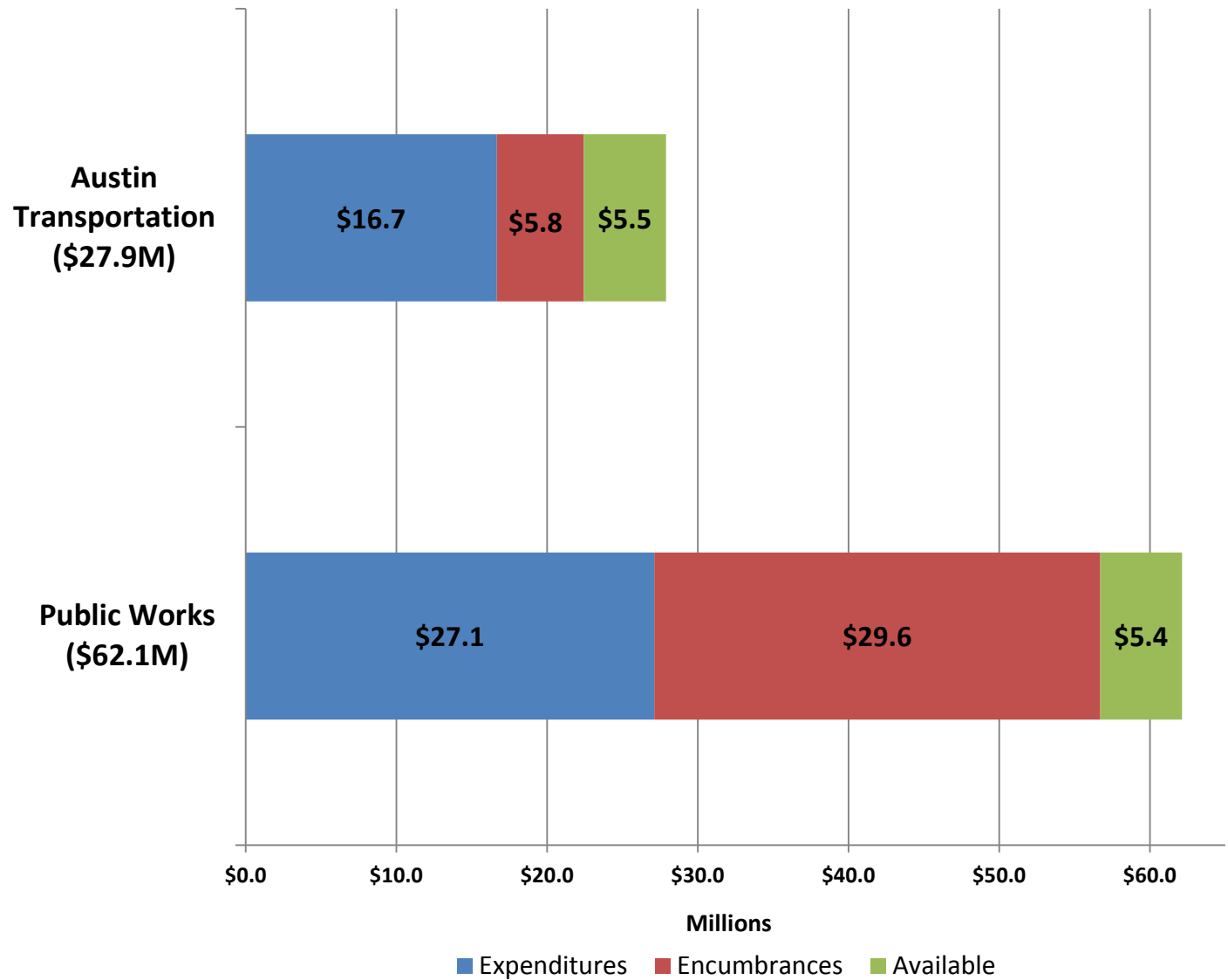
# CIP Highlights – General Government

Department	FY 2013-14 Spending	FY14 Highlights
Parks and Recreation	\$32.0M	<b>Cemetery renovations;</b> Park and facility improvements; Waller Creek District
Planning and Development Review	\$929K	Great Streets; Technology improvements; <b>Zoning Code update</b>
Public Safety	\$11.4M	EMS (Vehicle bay expansions); <b>Police (NW Substation, Mounted Patrol, Park Patrol Facility);</b> Fire (Shaw Lane and Pleasant Valley Drill Tower renovations, driveways, station improvements)
Public Works/ Transportation	\$141.1M	<b>Streets; Sidewalks/curbs/gutters;</b> Bikeways; Boardwalk; Neighborhood Partnering; Congestion/crash risk mitigation; Local Area Traffic Management; Technology improvements; Wayfinding; Vehicles/equipment

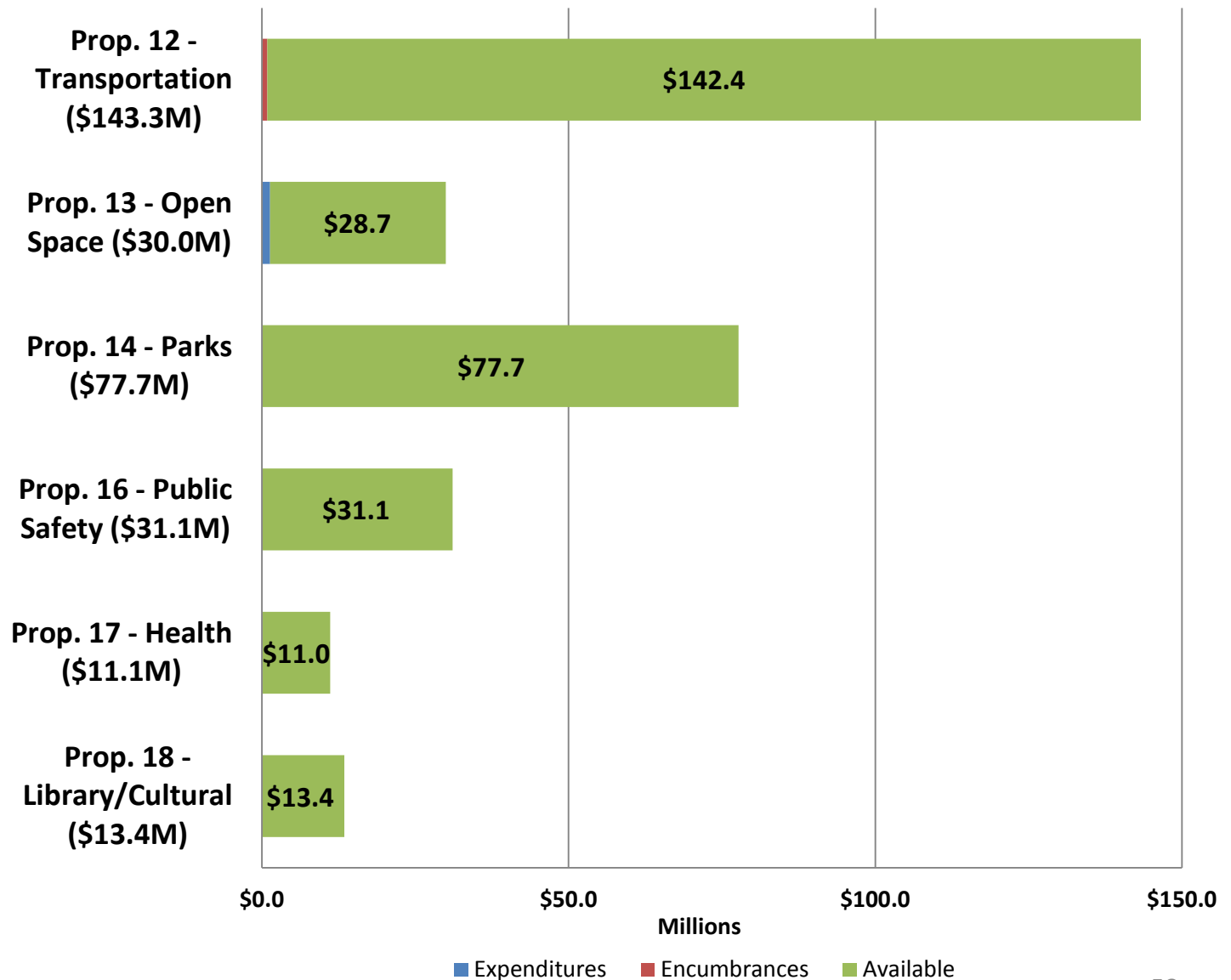
# 2006 Bond Program – \$567.4M



# 2010 Bond Program – \$90M



# 2012 Bond Program – \$306.6M



# CIP Highlights – Enterprise

Department	FY 2013-14 Spending	FY14 Highlights
Austin Energy	\$217.9M	Combined cycle expansion at Sand Hill; Transmission circuit upgrades, Distribution; Dark Sky
Austin Resource Recovery	\$21.1M	Facility improvements; Remanufacturing Hub; Capital Equipment (CNG conversion)
Austin Water Utility	\$237.3M	<b>WTP 4;</b> Wastewater facility rehabilitation
Aviation	\$68.2M	Airside, landside and terminal improvements; <b>Terminal East Infill Project</b>
Code Compliance	\$620K	Capital equipment/vehicles
Convention Center	\$5.9M	Escalators; Parking garage upgrades; Electrical capacity upgrades; Paver/concrete improvements
Watershed Protection	\$50.5M	<b>Waller Creek Tunnel;</b> Erosion/flood control; GIS; Water quality remediation





# Next Steps

## August 7

- ✓ Department budget videos online

## August 14

- ✓ Department Q&A session
- ✓ Set maximum tax rate

## August 22 and 29

- ✓ Public hearings on budget, property tax rate, and utility rates

## September 9-11

- ✓ Budget Adoption

More information at  
[www.austintexas.gov/finance](http://www.austintexas.gov/finance)

