

3:40 pm, Jan 22 2025

Mary Louise Nicholson
County Clerk

TOWN OF FLOWER MOUND, TEXAS

ORDINANCE NO. 01-25

by **ngorena**

AN ORDINANCE OF THE TOWN COUNCIL OF THE TOWN OF FLOWER MOUND, TEXAS, AMENDING THE TOWN'S BUDGET FOR THE FISCAL YEAR BEGINNING ON OCTOBER 1, 2023, AND ENDING ON SEPTEMBER 30, 2024, AS ADOPTED BY ORDINANCE NO. 37-23 AND AMENDED BY ORDINANCE NO. 52-23, ORDINANCE NO. 20-24, AND ORDINANCE NO. 30-24, BY PROVIDING FOR ADJUSTMENTS TO THE GENERAL FUND, DEBT SERVICE FUND, UTILITY FUND, STORMWATER UTILITY FUND, MUNICIPAL COURT TECHNOLOGY FUND, AND THE HEALTH INSURANCE/FLEX ACCOUNT FUND; PROVIDING THAT EXPENDITURES FOR SAID FISCAL YEAR SHALL BE MADE IN ACCORDANCE WITH SAID BUDGET, AS AMENDED; REPEALING ALL CONFLICTING ORDINANCES; PROVIDING A SEVERABILITY CLAUSE; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, the Town Council of the Town of Flower Mound, Texas ("Town Council") has heretofore adopted its Annual Budget for the fiscal year beginning on October 1, 2023, and ending on September 30, 2024; and,

WHEREAS, said Annual Budget was adopted by Ordinance No. 37-23 on September 18, 2023 and amended by Ordinance No. 52-23 on December 4, 2023, Ordinance No. 20-24 on May 20, 2024, Ordinance No. 30-24 on July 15, 2024, and Ordinance No. 33-24 on August 5, 2024; and,

WHEREAS, after approval of said Annual Budget, unexpected needs have arisen which require amendment of the Annual Budget; and,

WHEREAS, Section 102.010 of the Local Government Code allows the Town to make changes to the budget for municipal reasons;

NOW, THEREFORE, BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF FLOWER MOUND, TEXAS, THAT:

SECTION 1

All of the above premises are hereby found to be true and correct factual and legislative determinations of the Town of Flower Mound and are hereby approved and incorporated into the body of this Ordinance as if copied in their entirety.

SECTION 2

The Annual Budget of the Town of Flower Mound, Texas, for the fiscal year beginning on October 1, 2023, and ending on September 30, 2024, as heretofore adopted by Ordinance No. 37-23 and amended by Ordinance No. 52-23, Ordinance No. 20-24, Ordinance No. 30-24, and Ordinance No. 33-24, is hereby amended to provide for adjustments to the **General Fund, General Debt Service Fund, Utility Fund, Stormwater Utility Fund, Municipal Court Technology Fund, and the Health Insurance/Flex Account Fund**, as shown in Exhibit "A," attached hereto and incorporated herein, and expenditures for said fiscal year shall be made in accordance with said Annual Budget, as amended.

SECTION 3

The expenditures and amendments authorized by this Ordinance are necessary to meet unusual and/or unforeseen conditions or circumstances that could not have been included in the original budget through the use of reasonably diligent thought and attention.

SECTION 4

A true and correct copy of this ordinance showing the approved budget amendments shall be filed with the Town Secretary and in the office of the County Clerk as required by Section 102.009 of the Local Government Code.

SECTION 5

All ordinances, orders or resolutions heretofore passed and adopted by the Town Council of the Town of Flower Mound, Texas, are hereby repealed to the extent that said ordinances, orders or resolutions, or parts thereof, are in conflict herewith.

SECTION 6

It is hereby declared to be the intention of the Town Council of the Town of Flower Mound that the phrases, clauses, sentences, paragraphs, and sections of this Ordinance are severable, and if any phrase, clause, sentence, paragraph, or section of this Ordinance should be declared unconstitutional by the valid judgment or decree of any court of competent jurisdiction, such unconstitutionality shall not affect any of the remaining phrases, clauses, sentences, paragraphs, or sections of this Ordinance, since the same would have been enacted by the Town Council of the Town of Flower Mound, Texas, without incorporation in this Ordinance of such unconstitutional phrase, clause, sentence, paragraph, or section.

SECTION 7

This Ordinance shall take effect and be in full force from and after its passage and adoption.

DULY PASSED AND APPROVED BY THE TOWN COUNCIL OF THE TOWN OF FLOWER MOUND, TEXAS, BY A VOTE OF 5 TO 1, ON THIS 6th DAY OF JANUARY, 2025.

APPROVED:



Cheryl Moore, MAYOR

ATTEST:



Theresa Scott, TOWN SECRETARY

EXHIBIT “A”

**Town of Flower Mound
Amended Budget
Fiscal Year 2023-2024**

REASON FOR ADJUSTING THE GENERAL FUND APPROPRIATION:

In the General Fund, multiple departments require budget adjustments. There are savings in the Town Manager’s Office and Parks and Recreation that will be used to offset the department budget overages. (These numbers are preliminary and subject to audit adjustments.)

Intergovernmental revenue will increase by \$880,000 to account for the payments from the state. The Fire Department has been working with the Texas Division of Emergency Management supporting multiple deployment support requests. The state reimbursed the Town for employee salary, overtime, and backfill expenses and expenditures such as lodging and food for the employees on deployment. The Fire Department’s budget will be increased by that amount as well to account for the additional budget spending they incurred as a result of the deployments.

Non-Departmental Services will be increased by \$7,547,128 to account for the purchase of the 22.2-acre tract of land authorized by the Town Council on May 6, 2024.

General Fund	Original Budget	Current Budget	Amended Budget	Increase / (Decrease)
Revenues:				
Taxes	\$ 77,071,714	77,071,714	\$ 77,071,714	\$ -
Charges for services	5,282,290	5,282,290	5,282,290	-
Licenses and permits	2,076,875	2,076,875	2,076,875	-
Fines and forfeits	1,100,125	1,100,125	1,100,125	-
Investment Earnings	500,000	500,000	500,000	-
Intergovernmental Revenue	2,294,642	2,294,642	3,174,642	880,000
Interfund Transfer	3,729,522	3,729,522	3,729,522	-
Other revenue	589,759	589,759	589,759	-
Total	\$ 92,644,927	\$ 92,644,927	\$ 93,524,927	\$ 880,000
Expenditures:				
Town Manager's Office	\$ 3,384,801	\$ 3,463,114	\$ 2,895,114	\$ (568,000)
Town Secretary's Office	564,753	569,438	578,438	9,000
Development Services	2,676,032	2,687,470	2,722,670	35,200
Parks and Recreation Services	11,097,580	11,139,620	10,544,320	(595,300)
Library Services	2,258,963	2,270,424	2,335,819	65,395
Police Services	19,410,360	20,915,460	21,644,560	729,100
Financial Services	4,561,668	4,680,454	4,680,454	-
Administrative Services	8,548,035	9,931,422	9,564,227	(367,195)
Fire and Emergency Services	20,563,275	22,177,600	23,511,700	1,334,100
Communications	887,518	888,718	874,018	(14,700)
Non-Departmental Services	5,289,670	7,683,670	15,230,798	7,547,128
Public Works	7,287,310	7,451,787	7,698,137	246,350
Environmental Services	1,610,738	1,622,238	1,628,288	6,050
Total	\$ 88,140,703	\$ 95,481,415	\$ 103,908,543	\$ 8,427,128

REASON FOR ADJUSTING THE DEBT SERVICE FUND APPROPRIATION:

In the Debt Service Fund, revenues will increase by \$1,955,000, from \$5,900,170 to \$7,855,170. Expenditures will increase by \$2,233,500 from \$6,144,990 to \$8,373,490. In June 2024, the Town issued general obligation refunding bonds for the current refunding of a portion of the Town’s tax supported bond issues, lowering overall debt service requirements. The increase in revenue is due to the proceeds and the increase in expenditures is due to the refunding payment to escrow. Additionally, the payment for the debt associated with the bonds for the Dedicated Sales Tax – Parks 4B Fund were overlooked when the budget was set. This amendment adds back in that budget authority.

<u>General Debt Service Fund</u>	<u>Original Budget</u>	<u>Current Budget</u>	<u>Amended Budget</u>	<u>Increase / (Decrease)</u>
Revenues:				
General Debt Service	\$ 5,900,170	\$ 5,900,170	\$ 7,855,170	\$ 1,955,000
Total	\$ 5,900,170	\$ 5,900,170	\$ 7,855,170	\$ 1,955,000
Expenditures:				
General Debt Service	\$ 6,144,990	\$ 6,144,990	\$ 8,378,490	\$ 2,233,500
Total	\$ 6,144,990	\$ 6,144,990	\$ 8,378,490	\$ 2,233,500

REASON FOR ADJUSTING THE UTILITY FUND APPROPRIATION:

In the Utility Fund, 1 department requires budget adjustments. The budget for Non-Departmental is being increased by \$7,337,815 to account for the interdepartmental transfer to capital projects in accordance with the financial policies. (These numbers are preliminary and subject to audit adjustments.)

<u>Utility Fund</u>	<u>Original Budget</u>	<u>Current Budget</u>	<u>Amended Budget</u>	<u>Increase / (Decrease)</u>
Expenditures:				
Financial Services	\$ 2,003,798	\$ 2,017,912	\$ 2,219,112	\$ 201,200
Non-Departmental Services	18,400,432	18,824,432	26,162,247	7,337,815
Public Works	39,551,854	39,825,967	39,624,767	(201,200)
Total	\$ 59,956,084	\$ 60,668,311	\$ 68,006,126	\$ 7,337,815

REASON FOR ADJUSTING THE STORMWATER UTILITY FUND APPROPRIATION:

In the Utility Fund, one department requires a budget adjustment. Total Stormwater Utility expenditures are above budgeted amounts due to the expenditures related to the storm cleanup this spring. The total budget is being increased by \$61,120 due to the unexpected expenditures. (These numbers are preliminary and subject to audit adjustments.)

<u>Stormwater Utility Fund</u>	<u>Original Budget</u>	<u>Current Budget</u>	<u>Amended Budget</u>	<u>Increase / (Decrease)</u>
Expenditures:				
Public Works	\$ 1,628,485	\$ 1,714,269	\$ 1,791,949	\$ 77,680
Environmental Services	98,643	98,643	82,083	(16,560)
Total	\$ 1,727,128	\$ 1,812,912	\$ 1,874,032	\$ 61,120

REASON FOR ADJUSTING THE MUNICIPAL COURT TECHNOLOGY FUND

In the Municipal Court Technology Fund, expenses exceeded budget appropriation due an invoice from Tyler Technologies covering a longer time frame than the original budget accounted for. Expenditures will increase by \$8,650 from \$34,750 to \$43,400 to account for the higher payment.

<u>Municipal Court Technology Fund</u>	<u>Original Budget</u>	<u>Current Budget</u>	<u>Amended Budget</u>	<u>Increase / (Decrease)</u>
Expenditures:				
Court Technology	\$ 34,750	\$ 34,750	\$ 43,400	\$ 8,650
Total	\$ 34,750	\$ 34,750	\$ 43,400	\$ 8,650

REASON FOR ADJUSTING THE HEALTH INSURANCE/ FLEX ACCOUNT FUND APPROPRIATION:

In the Health Insurance/Flex Account Fund, revenues will increase by \$1,053,450, from \$16,836,000 to \$17,889,450 due to receiving reinsurance payments and more investment earnings than budgeted. Expenditures will increase by \$2,737,015 from \$13,622,800 to \$16,359,815. The actual cost of health insurance claims was higher than originally budgeted.

<u>Health/ Flex Fund</u>	<u>Original Budget</u>	<u>Current Budget</u>	<u>Amended Budget</u>	<u>Increase / (Decrease)</u>
Revenues:				
Charges for Current Services	\$ 12,836,000	\$ 12,836,000	\$ 13,801,450	\$ 965,450
Investment Earnings	100,000	100,000	188,000	88,000
Other Revenue	750,000	3,900,000	3,900,000	-
Total	\$ 13,686,000	\$ 16,836,000	\$ 17,889,450	\$ 1,053,450
Expenditures:				
Health Insurance/ Flex Accounts	\$ 13,622,800	\$ 13,622,800	\$ 16,359,815	\$ 2,737,015
Total	\$ 13,622,800	\$ 13,622,800	\$ 16,359,815	\$ 2,737,015