

# CITY OF BELLAIRE TEXAS

MAYOR AND COUNCIL

AUGUST 14, 2017

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Council Chamber

Special Session (Public Hearing)

6:00 PM

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7008 S. RICE AVENUE  
BELLAIRE, TX 77401



## Mayor

Andrew S. Friedberg

## Mayor Pro Tem

Roman F. Reed

## Council Member

Gus E. Pappas

## Council Member

Michael Fife

## Council Member

Trisha S. Pollard

## Council Member

Pat B. McLaughlan

## Council Member

David R. Montague

### **Mission Statement:**

***The City of Bellaire is dedicated to outstanding quality service and facilities to ensure an open, progressive, and secure community.***

**SPECIAL SESSION (PUBLIC HEARING) - 6:00 P.M.****A. Call to Order - Andrew S. Friedberg, Mayor.****B. Announcement of a Quorum - Andrew S. Friedberg, Mayor.****C. Reading of Notice of Public Hearing - Tracy L. Dutton, City Clerk.****D. Summary of Public Hearing Procedure - Paul A. Hofmann, City Manager.****E. Presentation of Proposal:**

Public hearing regarding the proposed budget for the City of Bellaire, Texas, for the fiscal year beginning October 1, 2017, and ending September 30, 2018 (FY 2018 Budget) - Submitted by Paul A. Hofmann, City Manager; Presented by Terrence Beaman, Chief Financial Officer.

**F. Public Comment.**

The Mayor will recognize speakers who have completed a sign-up sheet prior to the commencement of the public hearing. Each speaker shall have a time limit of up to five (5) minutes, with no extension, and with notice after four (4) minutes that one (1) minute is left. Questions from the public shall be addressed to the Mayor, and the Mayor and members of the City Council may refer such questions to the staff as appropriate.

**G. Questions from the Mayor and City Council.****H. Close Public Hearing and Adjourn.**

**Mayor and Council**

Council Chamber, First Floor of City  
Hall  
Bellaire, TX 77401-4411



Meeting: 08/14/17 06:00 PM  
Department: Finance Administration  
Category: Budget  
Department Head: Paul A. Hofmann  
DOC ID: 2275

**SCHEDULED  
ACTION ITEM (ID # 2275)**

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**Item Title:**

Public hearing regarding the proposed budget for the City of Bellaire, Texas, for the fiscal year beginning October 1, 2017, and ending September 30, 2018 (FY 2018 Budget) - Submitted by Paul A. Hofmann, City Manager; Presented by Terrence Beaman, Chief Financial Officer.

**Background/Summary:**

On July 17, 2017, City Council adopted Ordinance No. 17-047 calling a public hearing before the City Council of the City of Bellaire, Texas, on Monday, August 14, 2017, at 6:00 p.m. in the Council Chamber, First Floor of City Hall, 7008 South Rice Avenue, Bellaire, Texas 77401, to receive written and oral comments on the proposed budget of the City of Bellaire, Texas, for the fiscal year beginning October 1, 2017, and ending September 30, 2018 (FY 2018 Budget).

**Previous Council Action Summary:**

On July 17, 2017, Ordinance No. 17-047 was approved calling the public hearing on the FY 2018 proposed budget.

On July 17, 2017, the FY 2018 Proposed Budget was presented to City Council.

**Fiscal Impact:**

N/A

**Recommendation:**

N/A

**ATTACHMENTS:**

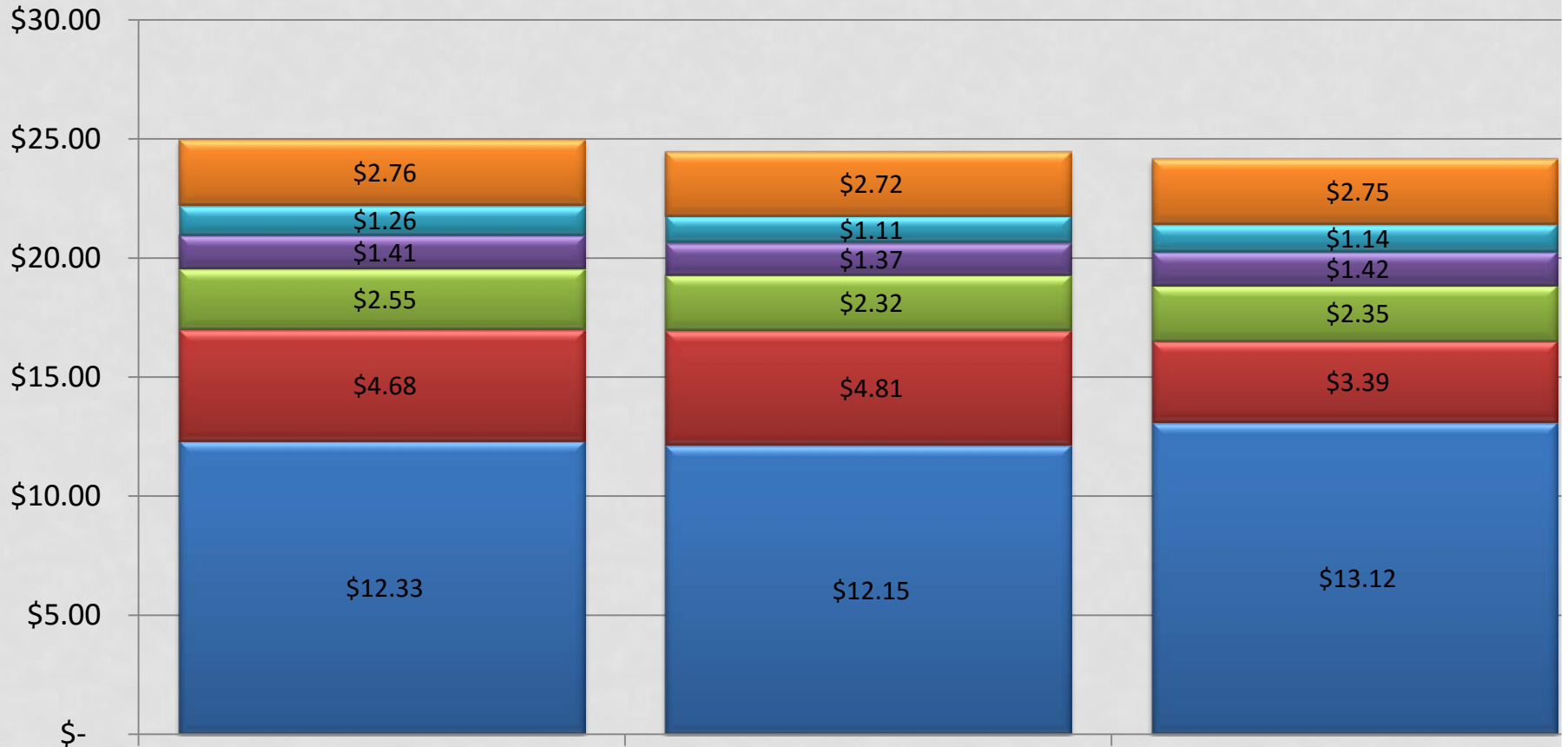
- Public Hearing PowerPoint Presentation (PDF)

FY 2018 PROPOSED BUDGET  
PUBLIC HEARING  
MONDAY, AUGUST 14, 2017

PRESENTED BY:  
TERRENCE BEAMAN – CHIEF FINANCIAL OFFICER

# GENERAL FUND

# General Fund Resources - 3.3% Decrease (millions)



FY 2017 Adopted

Total: \$25.0

FY 2017 Projected

Total: \$24.5

FY 2018 Proposed

Total: \$24.2

■ Property Tax

■ Sales Tax

■ Permits and Licenses

■ Beginning Balance

■ Franchise Tax

■ Rec, Fines, Public Safety, Transfers, Other

# General Fund

## Uses By Function - 2.9% Decrease (millions)

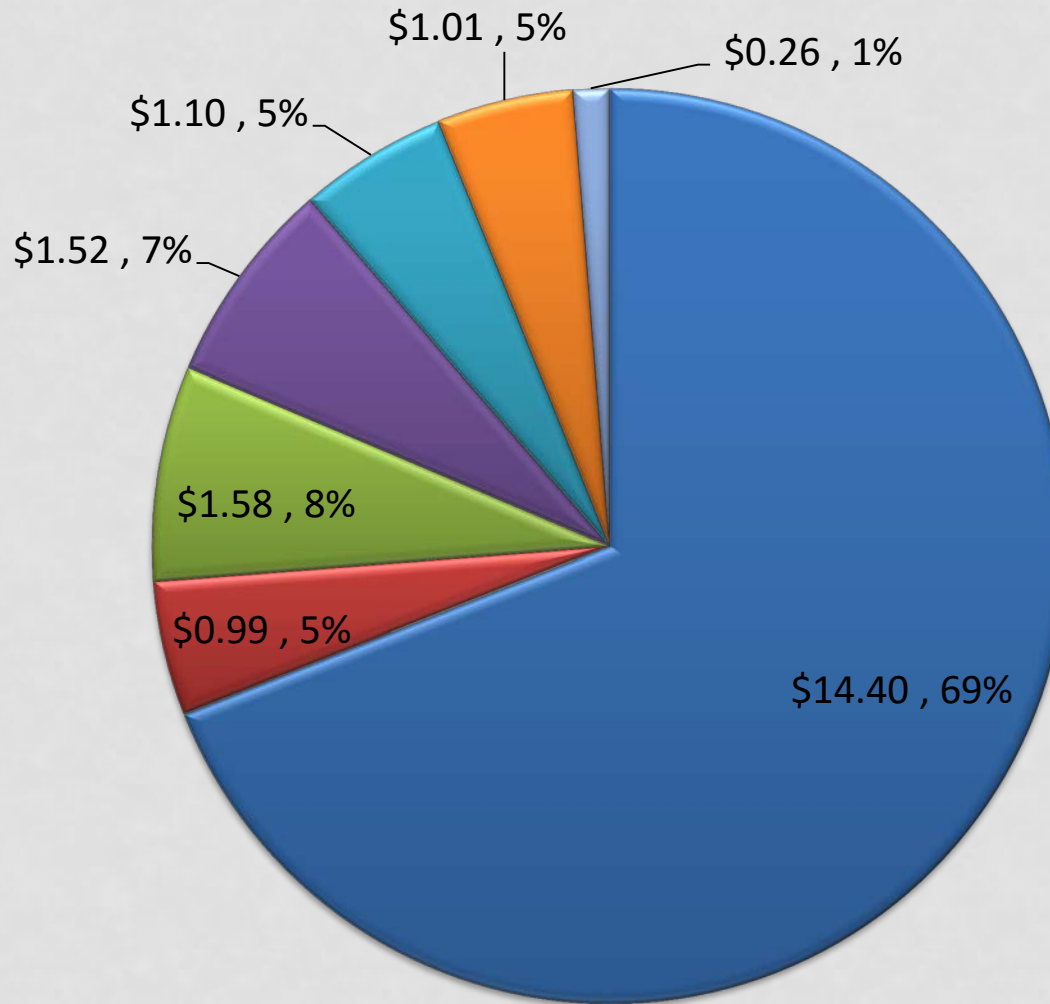


- Police
- Fire
- Finance and Courts
- CIP Transfers
- Other (DS, Library, Non-Departmental)

- Parks, Recreation, and Facilities
- City Manager's Office and Legal
- Public Works
- VERF Transfers

# General Fund

## FY 2018 Proposed Expenditures by Category (millions)



Salaries and Benefits

Capital Outlay

Professional Services

Maintenance

Materials and Supplies

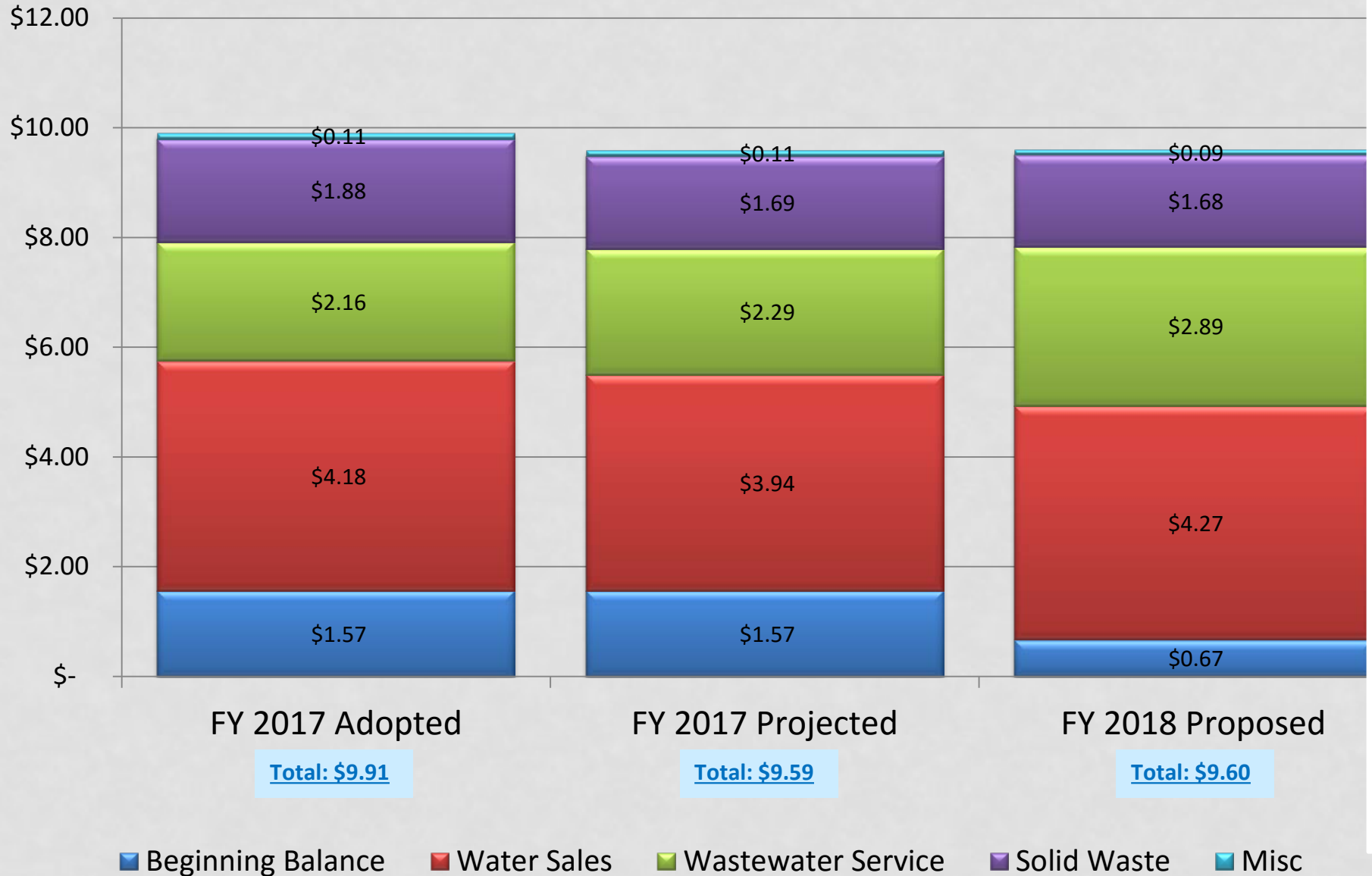
Contractual Services

Other



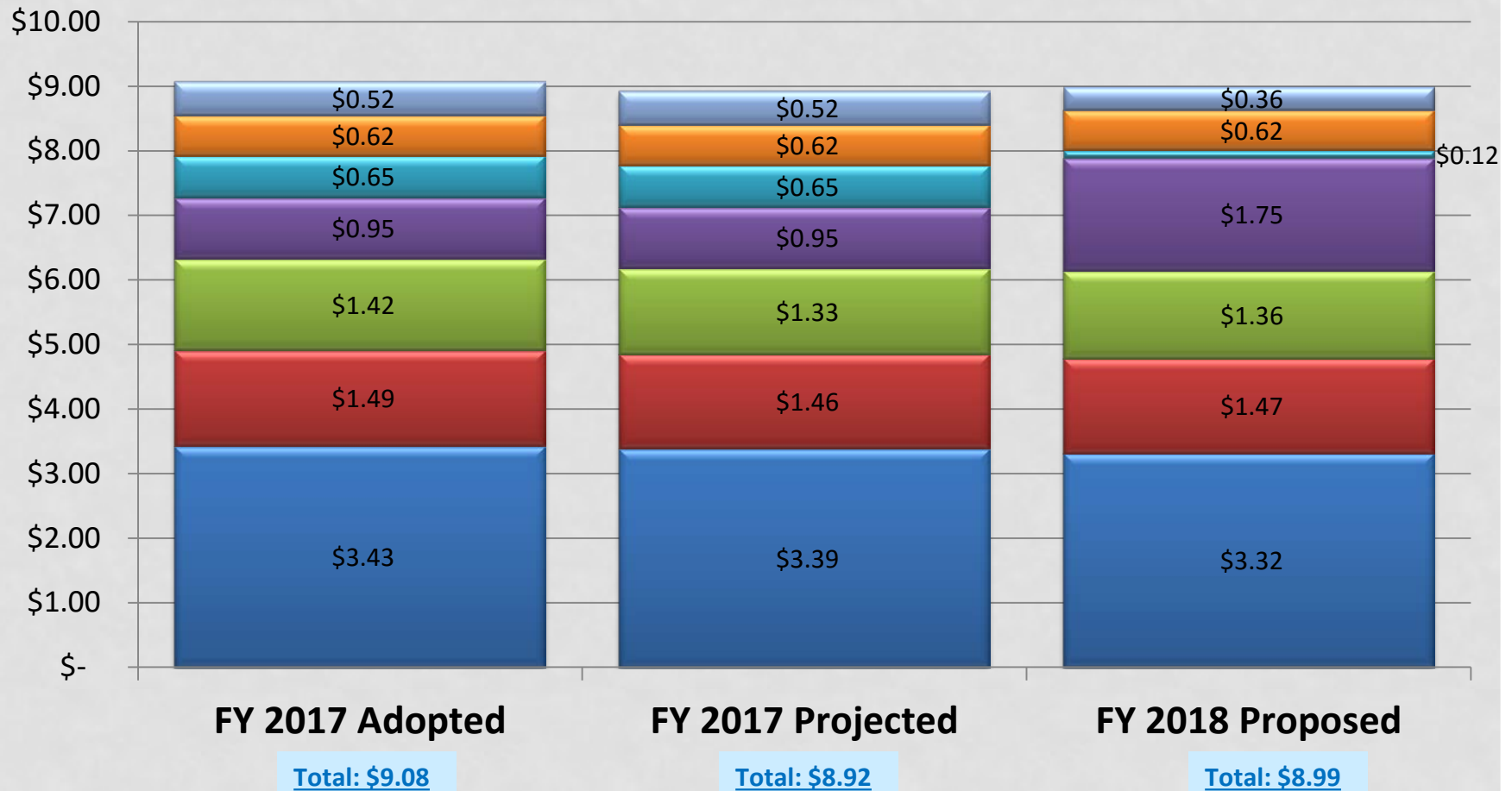
# ENTERPRISE FUND

# Enterprise Fund Resources - 3.6% Decrease (millions)



# Enterprise Fund

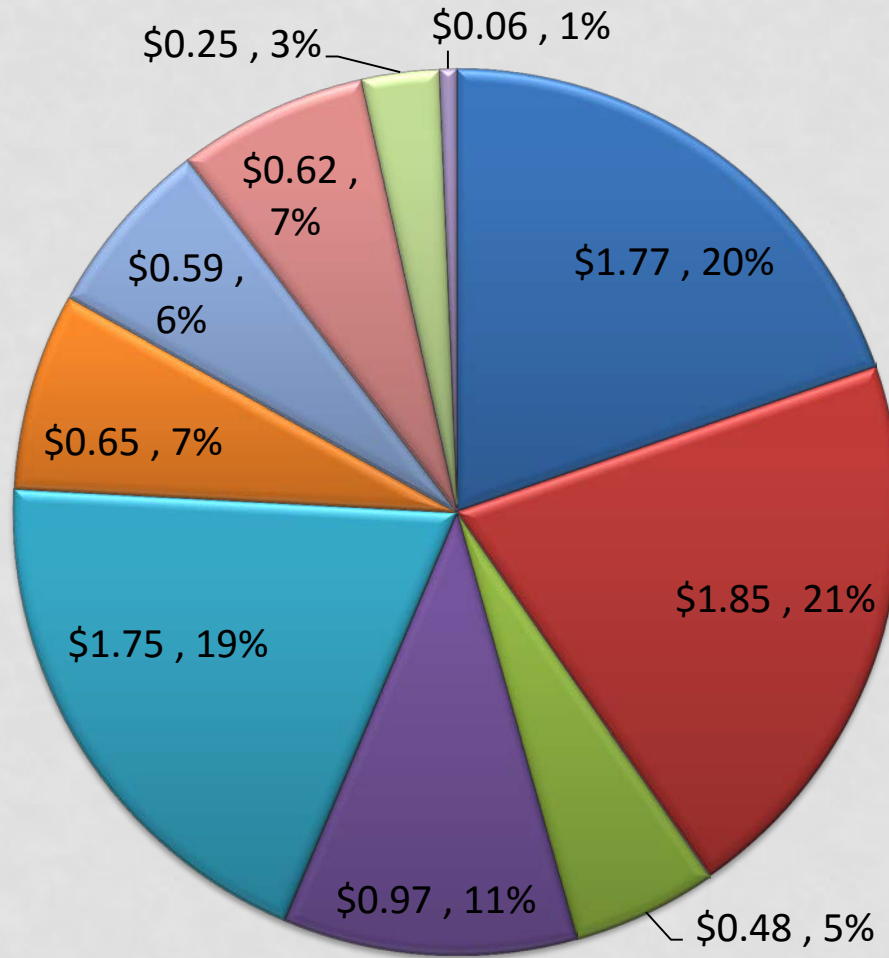
## Uses by Function - 1% Decrease (millions)



■ Water
■ Solid Waste
■ Wastewater
■ Debt Service

■ CIP Transfer
■ Transfer to GF
■ VERF Transfer

## Enterprise Fund FY 2018 Expenses by Category



■ Water Purchase from Houston  
■ Materials and Supplies  
■ Maintenance  
■ Other

■ Salaries and Benefits  
■ Debt Service  
■ Transfer to GF

■ Capital Outlay  
■ Professional Services  
■ Contractual Services

# BUDGET HIGHLIGHTS

# FY2018 BUDGET HIGHLIGHTS

## GENERAL FUND

- Proposed revenue increase of 2.4%
- Proposed total tax rate of \$0.4142 vs. current total tax rate of \$0.3874
- Proposed uses decrease of 2.9% vs. FY 2017 budgeted uses driven primarily by:
  - \$300,000 reduction in Non-recurring Pavement Maintenance funding
  - Approximately \$505,000 in compensation increases to align compensation to market study.
  - \$73,500 in proposed budget enhancements
  - \$207,574 decrease in CIP transfers
  - \$556,500 decrease in transfers to the Vehicle and Equipment Replacement Fund

# FY2018 BUDGET HIGHLIGHTS

## ENTERPRISE FUND

- Proposed revenue increase of 7.0% vs. FY 2017
- Transfers to Debt Service Fund to pay P&I on Enterprise-related debt to increase by 84% (\$800,436)
- Transfers to CIP fund are proposed to decrease 82% (\$530,000)
- Transfers to the Vehicle and Equipment Replacement Fund are proposed to decrease by 32% (\$165,000)
- Water purchases from Houston are anticipated to decrease 3.7% (\$67,161)
- Water main maintenance costs are proposed to decrease 29% (\$53,792)

# TAX RATE



# COMPARE TAX RATES

City	Rate
Bellaire	\$0.4142/100
State Average*	\$0.54669/100

\*Cities which participated in the 2017 TML Taxation and Debt Survey which have a population between 15,000 and 20,000

Tax Year 2015	Tax Year 2016 (Current Rate)	Tax Year 2017 (Proposed Rate)
\$0.3805/100	\$0.3874/100	\$0.4142/100

**Based on the preliminary roll provided on April 27, 2017:**

Tax year 2017 - Average residential taxable value = \$843,000 @ \$0.4142/100 = \$3,491

Tax year 2016 - Average residential taxable value = \$778,442 @ \$0.3874/100 = \$3,015

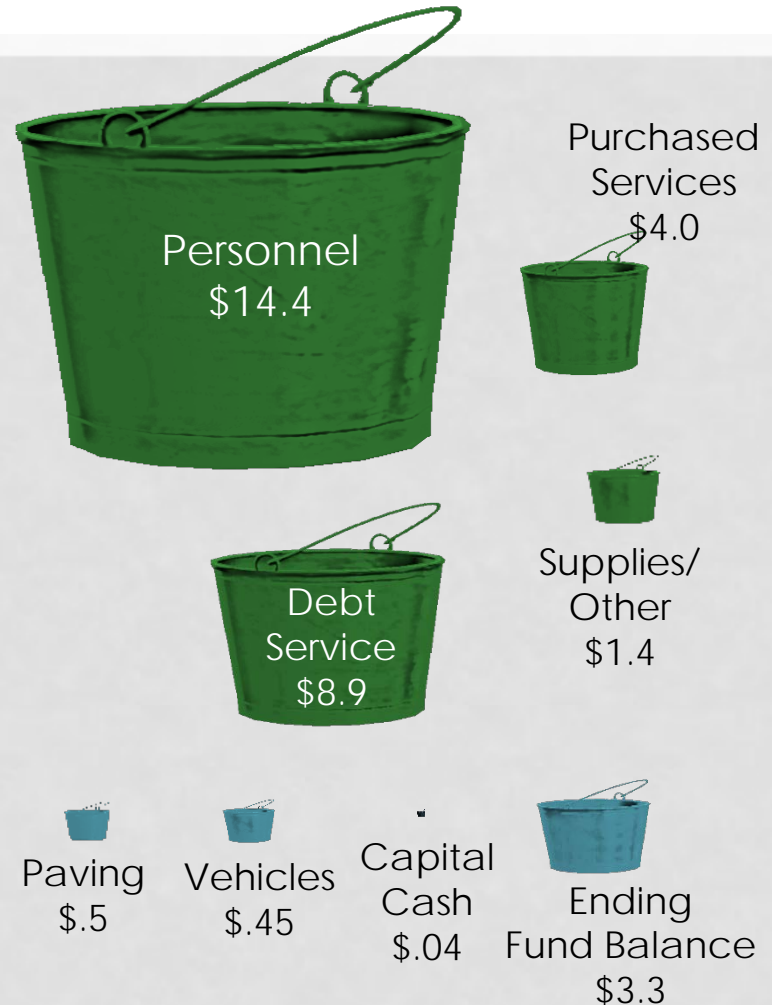
Tax year 2015 - Average residential taxable value = \$618,997 @ \$0.3805/100 = \$2,355

# 2018 BUDGET

## Sources



## Uses



Total Recurring Sources: \$29.8

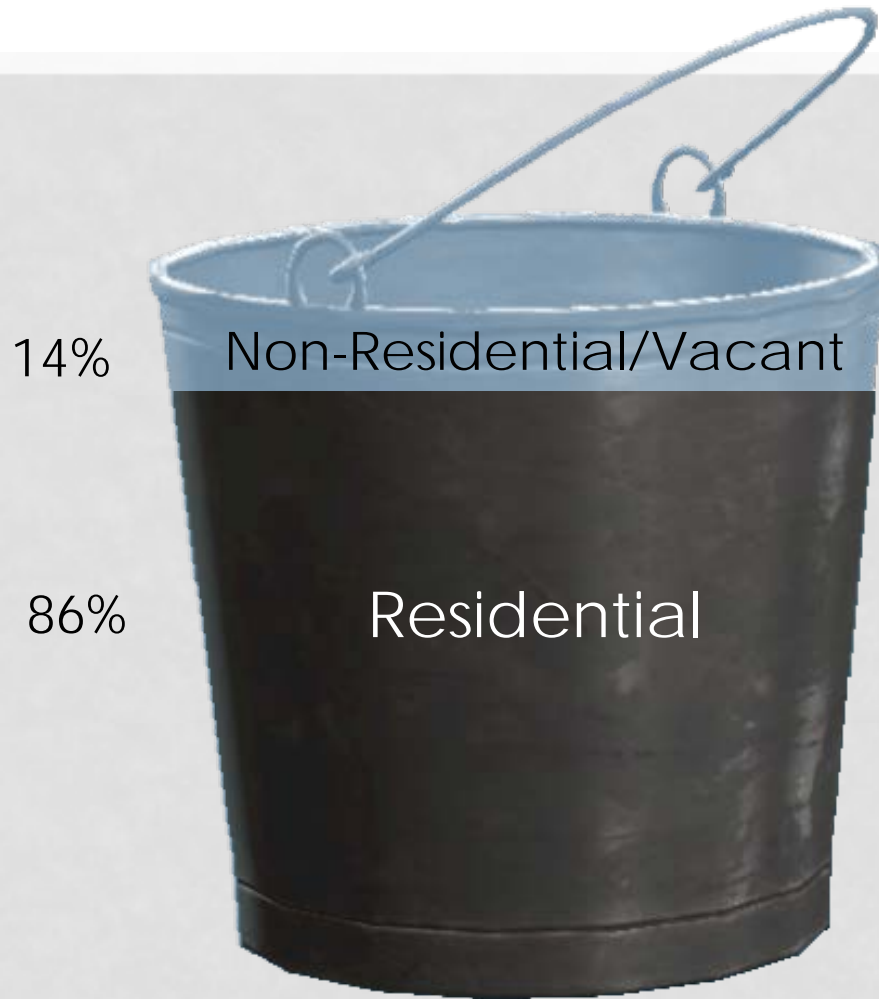
Total Recurring Uses: \$28.7

(Numbers in millions)

Recurring

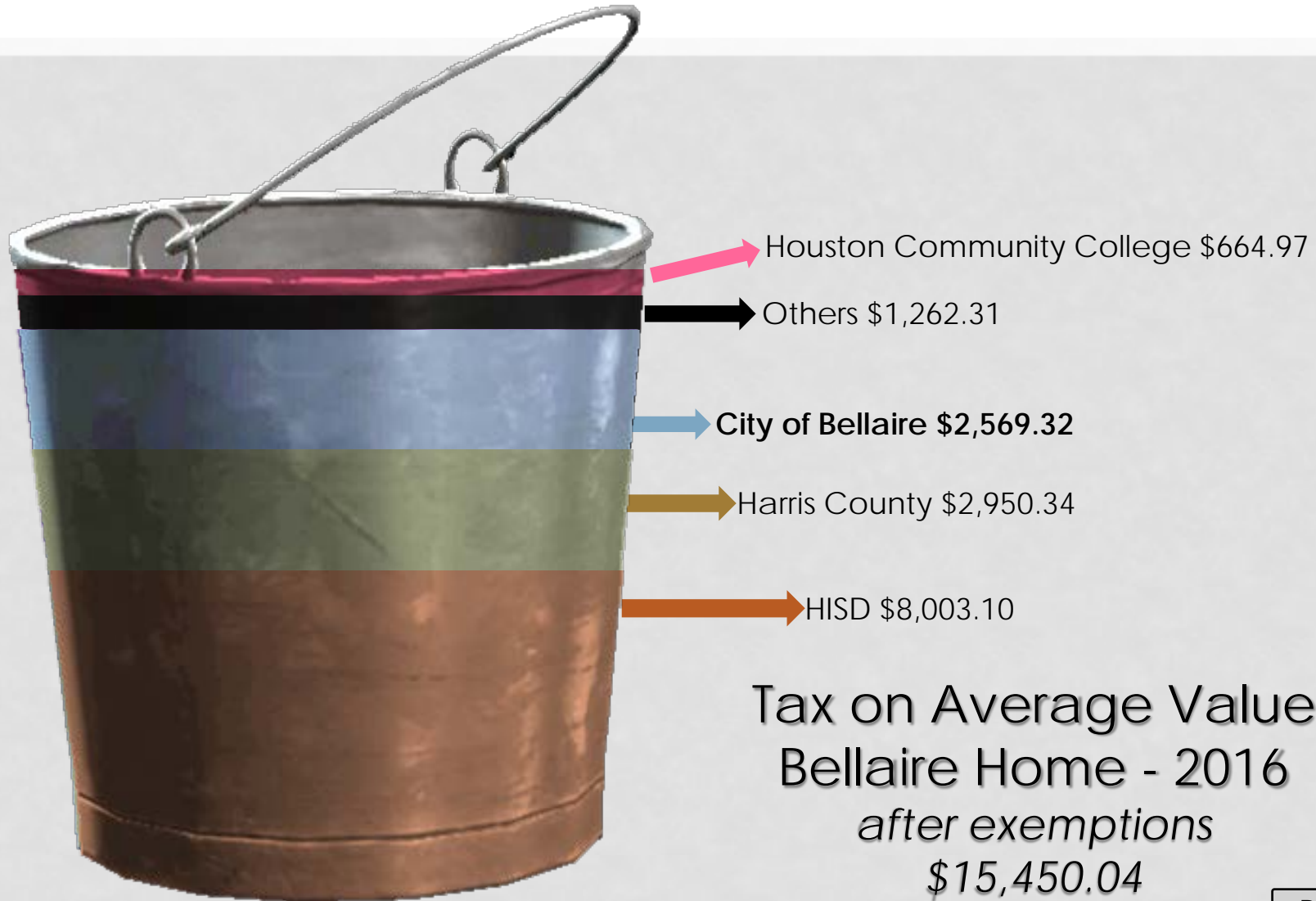
Non-Recurring

# 2018 BUDGET

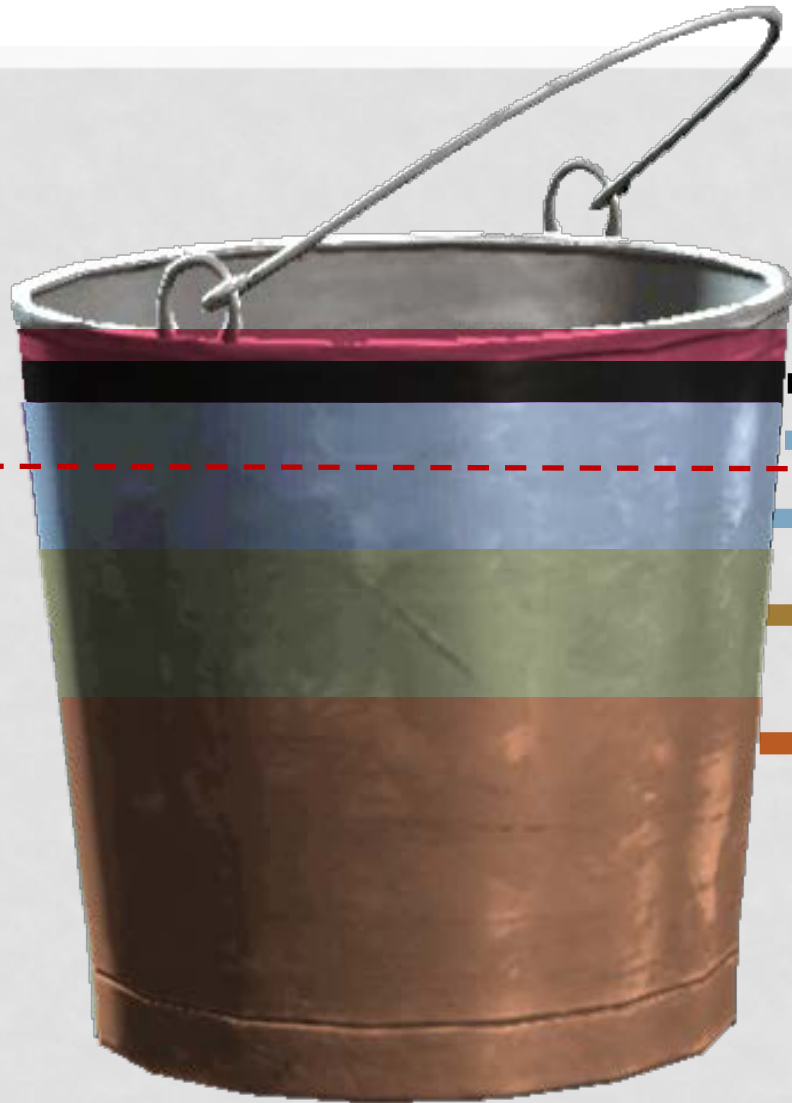


\$20.26 million in Property Taxes

# 2018 PROPERTY TAXES



# 2018 PROPERTY TAXES



Houston Community College \$664.97

Others \$1,262.31

City of Bellaire Debt \$877.44

City of Bellaire O & M \$1,691.88

Harris County \$2,950.34

HISD \$8,003.10

Tax on Average Value  
Bellaire Home - 2016  
*after exemptions*  
\$15,450.04