

TOWN OF LAKEWOOD VILLAGE

ORDINANCE NO. 23-07

AN ORDINANCE OF THE TOWN OF LAKEWOOD VILLAGE, TEXAS ADOPTING AND APPROVING THE BUDGET FOR THE FISCAL YEAR BEGINNING ON OCTOBER 1, 2023 AND TERMINATING ON SEPTEMBER 30, 2023 AND MAKING APPROPRIATIONS FOR EACH DEPARTMENT PROJECT AND ACCOUNT; AND DECLARING AN EFFECTIVE DATE.

WHEREAS, the Town of Lakewood Village, Texas (the “Town”) has caused to be filed with the Town Secretary a budget to cover all proposed expenditures of the government of the Town for the fiscal year beginning October 1, 2023 and terminating September 30, 2024, and

WHEREAS, the said budget shows as definitely as possible each of the various projects for which appropriations are set in the budget, and the estimated amount of money carried in the budget for each of such projects, and

WHEREAS, said budget has been filed with the Town Secretary and available for inspection by any taxpayer, and

WHEREAS, public notice of a public hearing on the proposed annual budget, stating the date, time, place, and subject matter of said hearing, was given as required by laws of the State of Texas, and

WHEREAS, such public hearing was held on July 13, 2023 prior to the approval and ratification by the Town Council, and all those wishing to speak on the budget were heard, and

WHEREAS, the Town Council has studied said budget and listened to the comments of the taxpayers at the public hearing held therefore and has determined that the budget attached hereto is in the best interest of the Town of Lakewood Village.

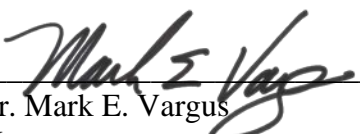
NOW, THEREFORE BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF LAKEWOOD VILLAGE, TEXAS:

1. That the budget attached hereto as Exhibit “A” and incorporated herein for all purposes is adopted for the fiscal year beginning October 1, 2023 and ending September 30, 2024; and such purposes, respectively such sums of money for such projects, operations, activities, purchases and other expenditures as proposed in the attached budget.
2. That no expenditures of the funds of the Town shall hereafter be made except in compliance with such budget, except in case of grave necessity, emergency expenditures to meet unusual or unforeseen conditions, which could not, by reasonable, diligent thought and attention, have included in the original budget, may from time to time be authorized by the

Town Council as amendments to the original budget.

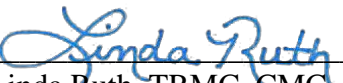
3. That the Mayor shall file or cause to be filed a true and correct copy of said budget, along with this ordinance with the Town Secretary.
4. The necessity of adopting and approving a proposed budget for the next fiscal year as required by the laws of the State of Texas, require that this ordinance shall take effect immediately from and after its passage, and it is accordingly so ordained.

DULY PASSED AND APPROVED BY THE TOWN COUNCIL OF THE TOWN OF LAKEWOOD VILLAGE, TEXAS, on this 13th day of July 2023.



Dr. Mark E. Vargus
Mayor

ATTESTED:



Linda Ruth, TRMC, EMC
Town Administrator/Town Secretary





**TOWN OF LAKEWOOD VILLAGE, TEXAS
FISCAL YEAR 2023-2024
ANNUAL BUDGET**

This budget will raise **less** total property taxes than last year's budget by \$42,750 or six (6) percent. Of the total, the maintenance and operation (M&O) increase is \$71,250 or 17.6 percent. The debt servicing (I&S) decrease is \$114,000 or 20 percent. Of these amounts 2.7% or \$18,788 (M&O of \$13,048 and I&S of \$5,740) is tax revenue to be raised from new property added to the tax roll this year.

Debt obligations were decreased by a net of \$100,000 in the prior year and now total \$9,290,000. The 2020 Certificate of Obligation (CO) debt was reduced by \$75,000, the 2022 Certificate of Obligation (CO) debt was reduced by \$75,000. Scheduled Principal and Interest payments in 2024 will be \$423,662. Of this amount, debt servicing revenue will pay \$209,000 and other funds of \$214,662 will be used to pay the remainder.

RECORD OF VOTE ON PROPOSAL TO CONSIDER ADOPTION OF BUDGET

POSITION	NAME	FOR	AGAINST	PRESENT and not voting	ABSENT
Mayor	Dr. Mark E. Vargus			X	
Mayor Pro-Tem	Darrell West				X
Council Member #1	Eric Farage				X
Council Member #3	Matt Bissonnette	X			
Council Member #4	Serena Lepley	X			
Council Member #5	Clint Bushong	X			

PROPERTY TAX RATE COMPARISON (Rates expressed per \$100 of value)

TAX RATE	TAX YEAR 2023	TAX YEAR 2024
Property Tax Rate	\$0.4500	\$0.3600
No New Revenue (NNR) Rate	\$0.3912	*\$0.3600
Voter Approval Rate (VAR)	\$0.4360	*\$0.3900
De Minimus Tax Rate	\$0.7362	*\$0.6500
Unused Increment Rate – 2022	\$0.0107	\$0.0000
Debt Rate	\$0.3897	\$0.2230
Debt Rate Adopted	\$0.2000	\$0.1100

DEBT RATE BREAKDOWN/\$100	PRINCIPAL	INTEREST
2020 Certificates of Obligation	\$0.0395	\$0.0792
2022 Certificates of Obligation	\$0.0132	\$0.0911

- Estimated – not relevant for Lakewood Village

2023-2024 Operating Budget

General Fund						
REVENUES	2024 Budget	2024 YTD	2023 Budget	2023 YTD 6/31	2022 Budget	2022 Actual
Property Taxes	\$475,000		\$403,750	\$394,432	\$312,500	\$323,846
Franchise Fees	\$80,000		\$40,000	\$48,272	\$38,000	\$41,981
Sales Taxes	\$100,000		\$100,000	\$66,825	\$60,000	\$102,391
Fines & Forfeitures	\$3,000		\$3,000	\$311	\$3,000	\$8,425
Licenses & Permits	\$464,200		\$322,485	\$291,676	\$49,700	\$95,412
Fees & Service Charges	\$2,300		\$2,000	\$2,975	\$2,000	\$2,625
Miscellaneous	\$13,000		\$3,000	\$1,711	\$3,000	\$3,000
PID Amin Fees	\$22,000					
Equip Cost Recovery	\$40,000					
TOTAL	\$1,199,500		\$874,235	\$806,202	\$468,200	\$577,680
EXPENDITURES	2024 Budget	2024 YTD	2023 Budget	2023 YTD 6/31	2022 Budget	2022 Actual
General Government	\$207,000		\$196,000	\$179,768	\$164,850	\$191,753
Public Safety	\$60,000		\$56,000	\$35,100	\$46,000	\$53,420
Public Works	\$268,000		\$252,900	\$130,191	\$28,000	\$29,959
TOTAL	\$535,000		\$504,900	\$345,059	\$238,850	\$275,132
OPERATING SURPLUS	\$664,500		\$369,335	\$461,143	\$243,350	\$302,548
NON OPERATING			2023 Budget	2023 YTD 6/31	2022 Budget	2022 Actual
Interest Revenue	\$160,000		\$80,000	\$69,014	\$2,500	\$7,479
Capital Outlay Expenditure	\$0		\$0	(\$2,922)	(\$14,000)	(\$69,422)
Asset Sale						
Developer Agreement					\$0	\$1,428,183
Reimbursements	\$0			\$26,483	\$0	\$63,135
SURPLUS / DEFICIT	\$160,000		\$80,000	\$92,575	(\$11,500)	\$1,429,375
TRANSFERS						
In: Admin Fee	\$90,000		\$60,000	\$60,000	\$60,000	\$60,000
Out: Debt Servicing from M&O	(\$14,500)		\$0	\$0	(\$156,050)	(\$176,858)
In: UF Debt Servicing			\$112,426	\$0		
TOTAL TRANSFERS	\$75,500		\$172,426	\$60,000	(\$96,050)	(\$116,858)
NET CASH FLOW	\$900,000		\$621,761	\$613,718	\$135,800	\$1,615,065

2023-2024 Budget

Utility Fund						
REVENUES	2024	2024	2023	2023	2022	2022
	Budget	YTD	Budget	YTD 6/31	Budget	Actual
Water	\$350,000		\$230,000	\$165,118	\$200,000	\$266,336
Sewer	\$170,000		\$145,000	\$93,130	\$135,000	\$131,488
Sanitation	\$100,000		\$75,000	\$50,733	\$67,500	\$70,293
Fees and Services	\$420,000		\$19,760	\$3,357	\$19,760	\$22,692
Other Income	\$0		\$0	\$150,896	\$121,000	\$123,342
TOTAL	\$1,040,000		\$469,760	\$463,234	\$543,260	\$614,151
EXPENDITURES	2024	2024	2023	2023	2022	2022
	Budget	YTD	Budget	YTD 6/31	Budget	Actual
Contract Services	\$48,000		\$48,000	\$33,510	\$75,000	\$33,510
Administrative	\$100,000		\$115,000	\$69,654	\$74,700	\$69,654
Repairs and Maintenance	\$36,000		\$35,000	\$32,142	\$77,580	\$32,142
Miscellaneous	\$2,000		\$2,000	\$114	\$2,000	\$114
Garbage Collections	\$80,000		\$63,000	\$42,324	\$55,000	\$42,324
TOTAL	\$266,000		\$263,000	\$177,744	\$284,280	\$177,744
OPERATING SURPLUS	\$774,000	\$0	\$206,760	\$285,490	\$258,980	\$436,407
NON OPERATING	2024	2024	2023	2023	2022	2022
	Budget	YTD	Budget	YTD 6/31	Budget	Actual
Interest Revenue	\$36,000		\$16,000	\$15,956	\$2,000	\$3,379
Capital Outlay Expenditure	\$0		\$0	(\$22,593)	(\$53,000)	(\$114,239)
SURPLUS / DEFICIT	\$36,000		\$16,000	(\$6,637)	(\$51,000)	(\$110,860)
TRANSFERS						
Out: GF I&S			(\$112,426)	\$0		
Out: Admin Fee	(\$80,000)		(\$50,000)	(\$37,500)	(\$50,000)	(\$60,000)
TOTAL TRANSFERS	(\$80,000)		(\$162,426)	(\$37,500)	(\$50,000)	(\$60,000)
I&S From GF			\$112,426	\$0		
I&S From Bond Fund	\$198,113		\$86,806	\$0		
Debt Servicing (Principle)	(\$25,000)		(\$25,000)	(\$25,000)	\$0	\$0
Debt Servicing (Interest)	(\$173,113)		(\$174,113)	(\$87,306)	\$0	(\$65,965)
DEBT SERVICE	\$0		\$119	(\$112,306)	\$0	(\$65,965)
NET CASH FLOW	\$730,000		\$60,453	\$129,047	\$157,980	\$199,582

2023-2024 Budget

DEBT SERVICING FUND						
	2024 Budget	2024 YTD	2023 Budget	2023 YTD 6/1	2022 Budget	2022 Actual
I&S Property Taxes	\$209,000		\$323,000	\$318,724	\$250,000	\$220,000
Interest Revenues	\$2,050			\$3,290		
General Fund Transfer	\$14,500		\$0	\$0	\$156,050	\$176,858
MDD Interest Payment					\$8,925	\$12,318
CO 2014 Debt Service (Interest)					(\$8,925)	(\$12,318)
CO 2014 Debt Service (Principle)					(\$173,000)	(\$168,000)
CO 2020 Debt Service (Interest)	(\$150,550)		(\$154,300)	(\$77,391)	(\$158,050)	(\$213,858)
CO 2020 Debt Service (Principle)	(\$75,000)		(\$75,000)	(\$75,000)	(\$75,000)	(\$15,000)
CO 2022 Debt Service (Interest)			(\$87,426)	\$0		
CO 2022 Debt Service (Principle)			(\$25,000)	\$0		
TOTAL	\$0		\$6,274	\$169,623	\$0	\$0