

City of Irving, Texas
FISCAL YEAR
2018-19



Budget and Strategic
Plan Review
May 16, 2018

9 – Tax Rate and Capital
Improvement Plan

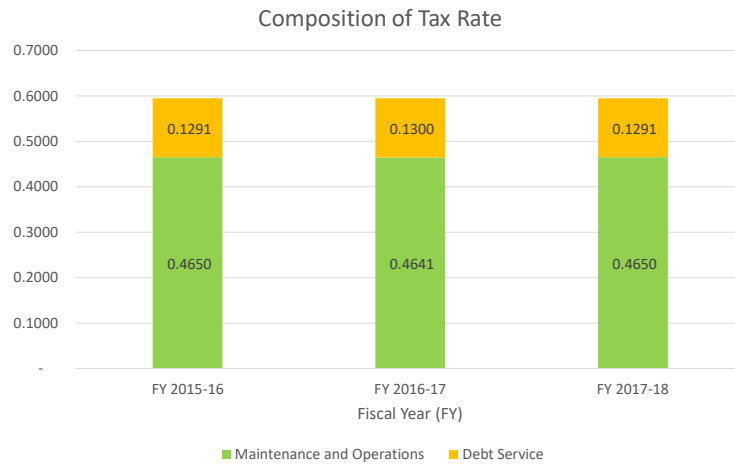


Overview

- i. Debt Service Tax Rate
- ii. Maintenance and Operations Tax Rate
- iii. Additional Funding for VERF
- iv. Capital Projects Five-Year Plan
- v. TxDOT Diamond Interchange Project
- vi. Heritage Park

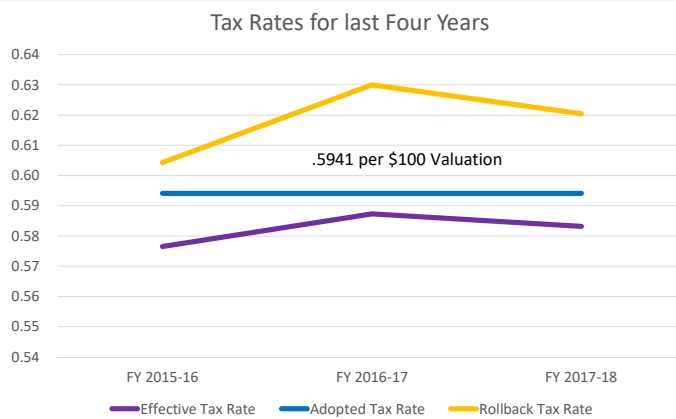
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Irving Tax Rate of .5941



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Tax Rate Information



Taxes Associated with the:

Difference between Effective and Adopted Tax Rate = 7,935,996
 Difference between Adopted Tax Rate and Rollback Rate = 24,728,911

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Debt Service Rate for FY 2018-19

- Two events have a significant impact on the Debt Service Rate for FY 2018-19
 - Increase in taxable values
 - Refunding of the 2009 Certificates of Obligations
 - Eliminates projection for additional loan needs
 - Existing loan repayment proposed to cash fund a portion of future refundings
- These two events allow us to complete our proposed 5-year Capital Improvement Program with a Debt Service (DS) Rate of .12 per \$100 valuation.
- We propose lowering the DS Rate from .1291 to .12 and using the difference, which represents about \$2.4 million, to provide recurring cash funding for Vehicle Equipment and Replacements (VERF).

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VERF Needs

Annual General Fund Needs, in millions

| | |
|-----------------------------------|------------|
| Prior Needs Analysis | \$7.5 |
| Regular General Fund Transfer | <u>2.5</u> |
| Deficit | 5.0 |
| Capital Leases for Fire Apparatus | <u>1.3</u> |
| Deficit | 3.7 |
| .0091 of Tax Rate | <u>2.4</u> |
| Remaining Deficit | 1.3 |

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Capital Projects Five-Year Plan

- Our five-year plan has been based on funding \$27.5 million in debt for new projects from the Debt Service Tax Rate
- The .12 rate will support the \$27.5 million in annual debt.

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TxDOT Diamond Interchange Project

- The City's contribution to the TxDOT Diamond Interchange Project will be participation from the Water/Sewer Fund, so no debt will need to be supported from the Debt Service Tax Rate

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Heritage Park

- Revised five-year CIP includes \$6.5 million in funding for Heritage Park
 - \$2 million in FY 2018-19 for design and utility relocation
 - \$4.5 million in FY 2019-20 for construction

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Questions

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