

TOWN OF LAKEWOOD VILLAGE

ORDINANCE NO. 22-19

AN ORDINANCE OF THE TOWN OF LAKEWOOD VILLAGE, TEXAS ADOPTING AND APPROVING THE BUDGET FOR THE FISCAL YEAR BEGINNING ON OCTOBER 1, 2022 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, 2022 and terminating September 30, 2023, 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 14, 2022, July 28, 2022, and August 11, 2022 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.

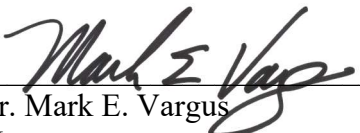
NOW, THEREFORE BE IT ORDAINED BY THE TOWN COUNCIL OF THE TOWN OF LAKEWOOD VILLAGE, TEXAS:

1. That the budget attached hereto as Exhibit “A” and incorporated herein for all purposes is adopted for the fiscal year beginning October 1, 2022 and ending September 30, 2023; 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 11th day of August 2021.



Dr. Mark E. Vargus
Mayor

ATTESTED:



Linda Ruth, TRMC, EMC
Town Administrator/Town Secretary





**TOWN OF LAKEWOOD VILLAGE, TEXAS
FISCAL YEAR 2022-2023
ANNUAL BUDGET**

This budget will raise more total property taxes than last year's budget by \$119,540 or 20.4 percent¹. Of the total, the maintenance and operation (M&O) increase is \$66,411 or 20.4 percent. The debt servicing (I&S) increase is \$53,129 or 20.4 percent. Of these amounts 26% or \$31,407 (M&O of \$ 17,448 and I&S of \$13,958) is tax revenue to be raised from new property added to the tax roll this year.

Debt obligations were increased by a net of \$4,990,000 in the prior year and now total \$9,752,000. The 2014 Certificate of Obligation (CO) debt was reduced by \$173,000 to \$362,000. The 2020 Certificate of Obligation (CO) debt was reduced by \$75,000. Scheduled Principal and Interest payments in 2023 will be \$611,846. Of this amount, debt servicing revenue will pay \$313,896 and other funds of \$297,950 will be used to pay the remainder.

¹ These numbers are based on certified *estimates* from Denton Central Appraisal District. Denton Central Appraisal District failed to certify the appraised totals as state law requires.

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 2022	TAX YEAR 2023
Property Tax Rate	\$0.4500	\$0.4500
No New Revenue (NNR) Rate	\$0.3872	\$0.3912
Voter Approval Rate (VAR)	\$0.4337	\$0.4360
De Minimus Tax Rate	\$0.7993	\$0.7362
Unused Increment Rate – 2022	\$0.0107	\$0.0107
Debt Rate	\$0.3179	\$0.3897
Debt Rate Adopted	\$0.2000	\$0.2000

DEBT RATE BREAKDOWN	PRINCIPAL	INTEREST
2014 Certificates of Obligation	\$0.1134	\$0.0034
2020 Certificates of Obligation	\$0.0478	\$0.0983
2022 Certificates of Obligation	\$0.0159	\$0.1109

2022-2023 Budget

<i>General Fund</i>					
	2023 Budget	2022 Budget	2022 YTD 7/14	2021 Budget	2021 Actual
REVENUES					
Property Taxes	\$393,000	\$312,500	\$321,152	\$275,000	\$277,899
Franchise Fees	\$40,000	\$38,000	\$37,627	\$37,000	\$39,498
Sales Taxes	\$100,000	\$80,000	\$77,856	\$40,000	\$63,028
Fines & Forfeitures	\$3,000	\$3,000	\$2,154	\$3,000	\$4,711
Licenses & Permits	\$50,000	\$59,700	\$82,036	\$39,000	\$92,728
Fees & Service Charges	\$2,000	\$2,000	\$2,075	\$2,000	\$3,310
Miscellaneous	\$3,000	\$40,000	\$39,916	\$3,000	\$990
CRF Grant	\$0	\$0	\$0	\$20,270	\$20,270
TOTAL	\$591,000	\$535,200	\$562,816	\$419,270	\$502,434
EXPENDITURES					
General Government	\$185,000	\$207,850	\$147,274	\$167,000	\$186,027
Public Safety	\$50,000	\$46,000	\$41,920	\$30,000	\$31,500
Public Works	\$23,000	\$38,000	\$23,319	\$24,000	\$39,976
TOTAL	\$258,000	\$291,850	\$212,513	\$221,000	\$257,503
OPERATING SURPLUS	\$333,000	\$243,350	\$350,303	\$198,270	\$244,931
NON OPERATING					
Interest Revenue	\$20,000	\$2,500	\$2,355	\$6,000	\$5,136
Capital Outlay Expenditure	\$0		\$31,093	(\$375,000)	
Asset Sale					
Developer Agreement					
Reimbursements			\$8,925		
SURPLUS / DEFICIT	\$20,000	\$2,500	(\$19,813)	(\$369,000)	\$5,136
TRANSFERS					
In: Admin Fee	\$60,000	\$60,000	\$60,000	\$54,400	\$56,400
Out: Debt Servicing from M&O	(\$93,300)	(\$156,050)	(\$135,000)	(\$176,858)	(\$172,200)
TOTAL TRANSFERS	(\$33,300)	(\$96,050)	(\$75,000)	(\$122,458)	(\$115,800)
NET CASH FLOW	\$319,700	\$149,800	\$255,490	(\$293,188)	\$134,267
DEBT SERVICING FUND					
I&S Property Taxes	\$314,000	\$250,000	\$256,893	\$220,000	\$222,604
General Fund Transfer	\$93,300	\$156,050	\$135,000	\$176,858	\$172,200
MDD Interest Payment	\$5,433	\$8,925	\$8,925	\$12,318	\$12,318
CO 2014 Debt Service (Interest)	(\$5,433)	(\$8,925)	(\$5,323)	(\$12,318)	(\$12,318)
CO 2014 Debt Service (Principle)	(\$178,000)	(\$173,000)	(\$173,000)	(\$168,000)	(\$168,000)
CO 2020 Debt Service (Interest)	(\$154,300)	(\$158,050)	(\$79,963)	(\$213,858)	(\$213,858)
CO 2020 Debt Service (Principle)	(\$75,000)	(\$75,000)	(\$75,000)	(\$15,000)	(\$15,000)
TOTAL	\$0	\$0	\$67,532 (\$81,689)	\$0	(\$2,054)

2022-2023 Budget					
<i>Utility Fund</i>					
REVENUES	2023 Budget	2022 Budget	2022 YTD 7/14	2021 Budget	2021 Actual
Water	\$230,000	\$210,000	\$175,086	\$185,000	\$184,691
Sewer	\$145,000	\$135,000	\$105,110	\$116,000	\$127,509
Sanitation	\$75,000	\$67,500	\$55,841	\$67,000	\$66,041
Fees and Services	\$19,760	\$19,760	\$15,673	\$16,960	\$29,259
Other Income	\$0	\$121,000	\$2,583	\$1,040	\$123,871
TOTAL	\$469,760	\$553,260	\$354,293	\$386,000	\$531,371
EXPENDITURES	2023 Budget	2022 Budget	2022 YTD 7/14	2021 Budget	2021 Actual
Contract Services	\$48,000	\$75,000	\$67,338	\$40,800	\$65,688
Administrative	\$115,000	\$74,700	\$78,995	\$69,200	\$78,767
Repairs and Maintenance	\$35,000	\$77,580	\$88,530	\$31,000	\$65,296
Miscellaneous	\$2,000	\$2,000	\$2,458	\$2,000	\$3,006
Garbage Collections	\$63,000	\$55,000	\$45,510	\$55,000	\$60,716
TOTAL	\$263,000	\$284,280	\$282,831	\$198,000	\$273,473
OPERATING SURPLUS	\$206,760	\$268,980	\$71,462	\$188,000	\$257,898
NON OPERATING	2023 Budget	2022 Budget	2022 YTD 7/14	2021 Budget	2021 YTD 6/30
Interest Revenue	\$5,000	\$2,000	\$2,416	\$2,000	\$2,368
Capital Outlay Expenditure	\$0	\$53,000	\$114,239	\$97,000	\$120,812
SURPLUS / DEFICIT	\$5,000	(\$51,000)	(\$111,823)	(\$95,000)	(\$118,444)
TRANSFERS					
Out: Admin Fee	(\$50,000)	(\$50,000)	(\$50,000)	(\$50,000)	(\$50,000)
TOTAL TRANSFERS	(\$50,000)	(\$50,000)	(\$50,000)	(\$50,000)	(\$50,000)
Debt Servicing (Principle)	(\$25,000)				
Debt Servicing (Interest)	(\$174,113)				
DEBT SERVICE	(\$199,113)				
NET CASH FLOW	(\$37,353)	\$167,980	(\$90,361)	\$43,000	\$89,454