

CITY OF ELSA, TEXAS 2023 ADOPTED BUDGET



BUDGET
MESSAGE

BUDGET
SUMMARY

CASH ON
HAND

BUDGET
CALENDAR

BUDGET
ORDINANCE

City of Elsa
Elsa, Texas 78543
www.cityofelsa.net

Alonzo "Al" Perez Jr., Mayor
Victor Hernandez, Mayor Pro-Tem
Carlos "Cory" Sanchez, Councilman Pl. 1
Ricardo Sanchez, Councilman Pl.3
Frances S. Rocha, Councilwoman Pl. 4
Juan Jose "JJ" Ybarra, City Manager

BUDGET SUMMARY



Alonzo "Al" Perez Jr., Mayor
Victor Hernandez, Mayor Pro-Tem
Carlos "Cory" Sanchez, Councilman Pl. 1
Ricardo Sanchez, Councilman Pl.3
Frances S. Rocha, Councilwoman Pl. 4
Juan Jose "JJ" Ybarra, City Manager

Honorable Mayor and City Council:

Enclosed is the proposed budget for the fiscal year beginning Oct. 1, 2022, and ending September 30, 2023.

The proposed budget, does not call for a tax rate increase, due to the increase in values conducted by the Hidalgo County Appraisal District, increase in building permits, and volunteer annexations. This is direct reflection of continued growth of the City of Elsa.

The increases in carryovers will be in Health Insurance, Liability, Workmen Compensation, and utility expenses. The Fund balances have been able to pay for these carryovers.

The General Fund will see increases in personnel, such as a Finance Director, Stormwater crew, Health Department, Emergency Management, Fire Marshall, and Code Enforcers, all key personnel needed to address our current growth spur. The budget came out balanced due to the increase in tax levy, and permit fees.

The current growth of our City has placed a strain on Water and Wastewater fund, thus calling for the need to replace and upgrade its infrastructure. We were able to balance the budget by utilizing the Municipal Development District funds, in addition to the ARPA Funds. This will maintain our Utility rates where they are at.

The Urban County funds for 2023 will be designated for Street repairs, which will also avoid the city from pursuing certificates of obligations.

Respectfully,

*JJ Ybarra
City Manager*

City of Elsa

Ph: (956) 262-2127

jjybarracitymanager@cityofelsa.net

"Never let someone who has done nothing tell you how to do anything"

GENERAL FUND REVENUES

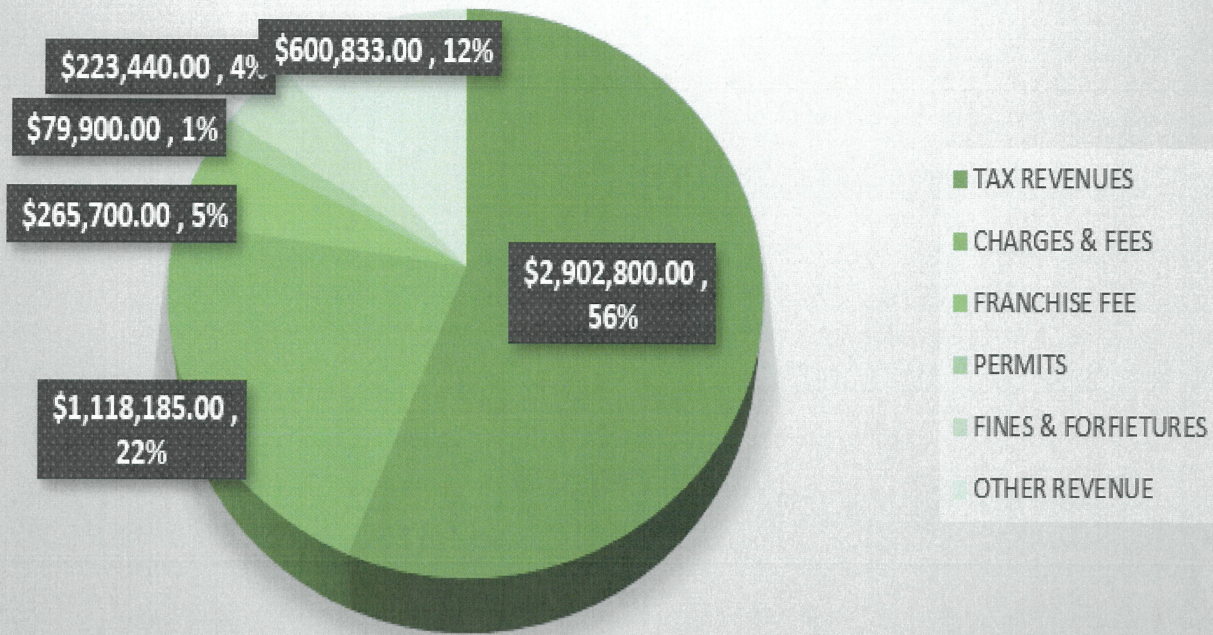
TAX REVENUES	\$	2,902,800.00
CHARGES & FEES	\$	1,118,185.00
FRANCHISE FEE	\$	265,700.00
PERMITS	\$	79,900.00
FINES & FORFIETURES	\$	223,440.00
OTHER REVENUE	\$	600,833.00
	\$	5,190,858.00

GENERAL FUND EXPENSES

ADMINISTRATION	\$	1,245,194.00
CITY COUNCIL	\$	56,700.00
CITY HALL	\$	94,434.00
DEBT	\$	313,055.00
EMERGENCY MGMT	\$	36,190.00
FINANCE	\$	185,297.00
FIRE	\$	296,263.00
LIBRARY	\$	275,395.00
MUN. COURT	\$	262,134.00
PARKS & RECREATION	\$	220,907.00
PLANNING/CODE ENF.	\$	137,581.00
POLICE DEPARTMENT	\$	1,302,475.00
PUBLIC WORKS	\$	485,439.00
STORM WATER	\$	234,294.00
HEALTH DEPT.	\$	45,500.00
	\$	5,190,858.00

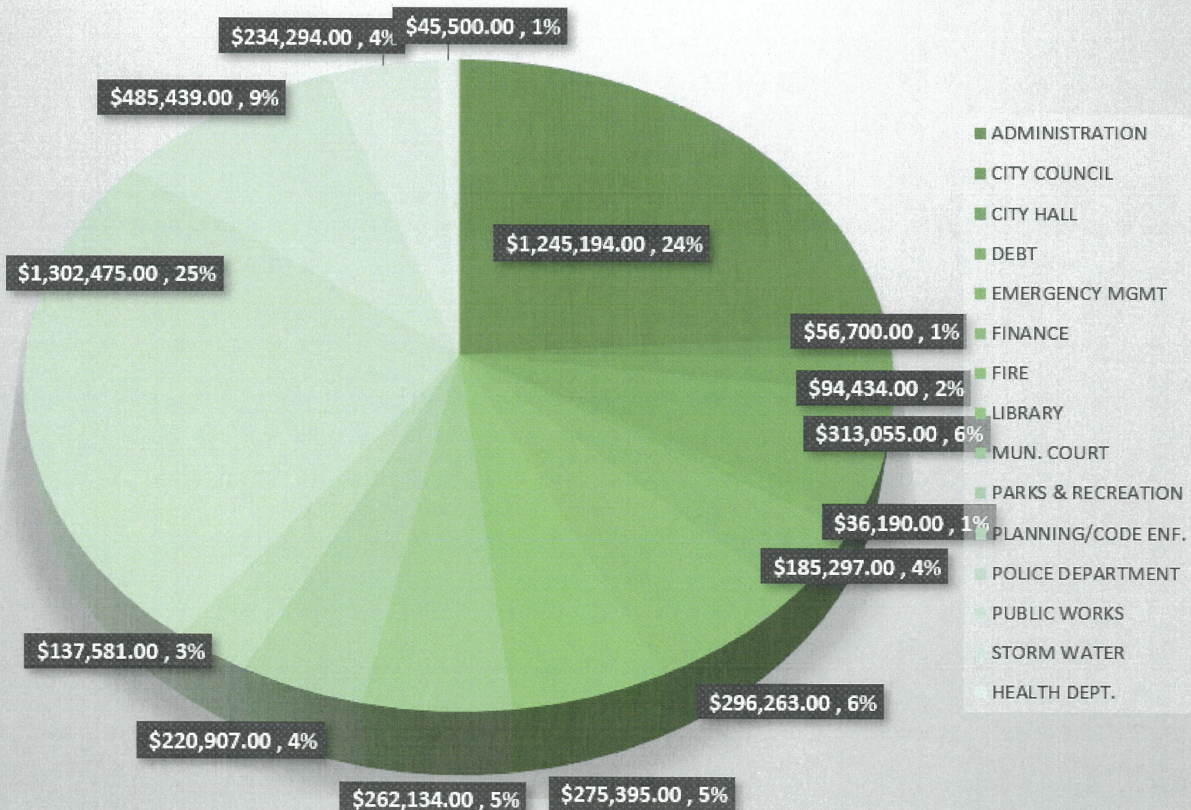
2023 GENERAL FUND REVENUES

\$5,190,858.00



2023 GENERAL FUND EXPENSES

\$5,190,858.00

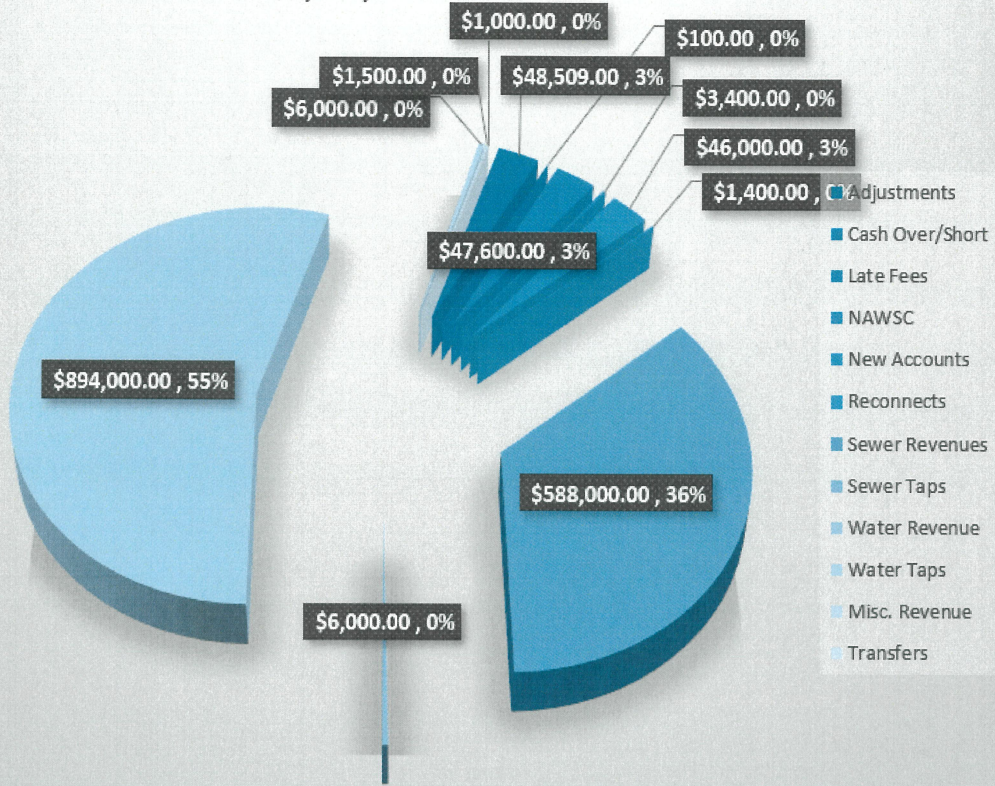


WATER & SEWER FUND REVENUES	
Adjustments	\$ 48,509.00
Cash Over/Short	\$ 100.00
Late Fees	\$ 47,600.00
NAWSC	\$ 3,400.00
New Accounts	\$ 46,000.00
Reconnects	\$ 1,400.00
Sewer Revenues	\$ 588,000.00
Sewer Taps	\$ 6,000.00
Water Revenue	\$ 894,000.00
Water Taps	\$ 6,000.00
Misc. Revenue	\$ 1,500.00
Transfers	\$ 1,000.00
	\$ 1,643,509.00

WATER & SEWER FUND EXPENSES	
UTILITY ADMIN.	\$ 450,276.00
UTILITY BILLING	\$ 224,385.00
WW COLLECTION	\$ 145,059.00
WW TREATMENT	\$ 206,030.00
WATER DIST.	\$ 180,672.00
WATER PUR.	\$ 437,087.00
	\$ 1,643,509.00

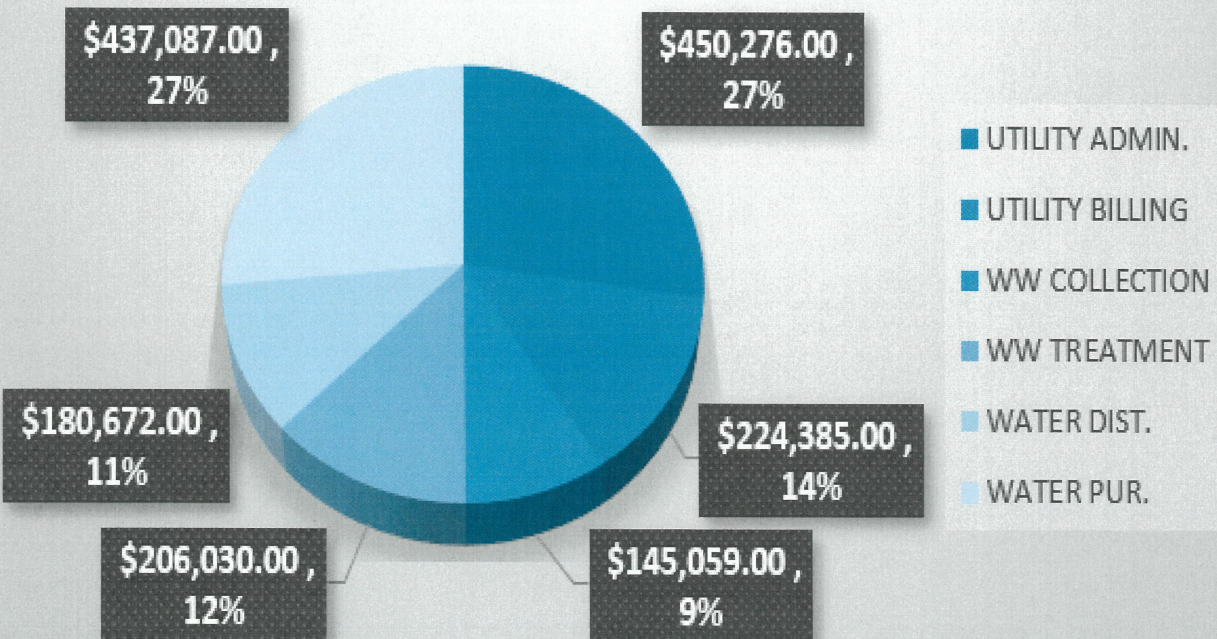
WATER & WASTEWATER FUND REVENUES

\$1,643,509.00



WATER & WASTEWATER EXPENSES

\$1,643,509.00



CASH ON HAND

BANK BALANCES

		8/31/2022
ACCOUNT NAME	ENDING BALANCE	
AMERICAN RECOVERY ACT PLAN (ARPA)	\$	427,965.06
SPECIAL FUND ELSA POLICE DEPARTMENT	\$	3,400.11
WATER AND SEWER FUND	\$	110,779.08
GENERAL FUND ACCOUNT	\$	111,899.40
LIBRARY	\$	23,256.10
TAX COLLECTION ACCOUNT	\$	317,466.00
POLICE TRUST FUND	\$	135,419.03
FIRE FEE FUND	\$	100,189.78
INTEREST AND SINKING TAX FUND	\$	354,979.19
MUNICIPAL COURT BLDG FUND	\$	2,074.91
YOUTH PARK AND RECREATION FUND	\$	70,541.62
380 INVESTMENT FUND	\$	47,554.16
MUNICIPAL TECHNOLOGY FUND	\$	2,339.67
PAYROLL ACCOUNT	\$	66,982.18
FIREMANS PENSION ACCOUNT	\$	1,200.00
	\$	1,774,846.29

BUDGET CALENDAR

City of Elsa Calendar
2022-2023

DATE	ACTION	RESPONSIBLE PARTY
June 16, 2022	<ul style="list-style-type: none"> • Establish Budget Policies -Budget Amendments • Prepare Budget Calendar 	City Manager Budget Officer
	<ul style="list-style-type: none"> • Review Chart of Accounts • Develop Budget Formats 	Finance Department
June 20 th 2022	<ul style="list-style-type: none"> • Distribute packages to Dept. head. 	Finance Department
July 5 th -8 th	<ul style="list-style-type: none"> • Assist Department heads with completion of budget forms. 	Finance Department
July 11 th -15 th	<ul style="list-style-type: none"> • Review G.F. Revenues • Review W&S Revenues • Compare with Budget requests 	Budget Officer Finance Department
August 4, 2022	<ul style="list-style-type: none"> • Workshop with City Council 	Budget Officer
August 29, 2022	<ul style="list-style-type: none"> • Go over proposed Revenues, and budget requests. 	City Manager Budget Officer
September 12, 2022	<ul style="list-style-type: none"> • Budget Workshop with staff. • Advertise Public Hearing 	City Manager, Budget Officer, Budget Staff, and Department heads
September 2, 2022 September 7, 2022 September 9, 2022	<ul style="list-style-type: none"> • Publish notice of Public Hearing • Notice Appears • Public Hearing held 	Del
September 19, 2022	<ul style="list-style-type: none"> • Budget workshop with Council 	BUDGET STAFF
September 20 th	Meeting to Adopt Budget	City Council
September 21 st - September 30 th	Enter Budget in System	Finance Department

**CITY OF ELSA, TEXAS
NOTICE OF PUBLIC HEARING
TO DISCUSS BUDGET**

The City of Elsa will hold a public hearing at 5:30 p.m., Friday, September 9th 2022, at the Elsa City Hall, 102 South Diana Street, Elsa, Texas. The purpose of this hearing is to discuss the City's anticipated budget that will determine the General Fund, Water & Sewer, Economic Development, Municipal Development District, Coronavirus Local Fiscal Recovery Fund Budgets that will be adopted for the 2023 Fiscal Year. Public participation in the discussion is invited.

General Fund \$5,127,768.

- City Council
- General Administration
- City Hall
- Emergency Mgmt.
- Fire Department
- Inspections
- Library
- Municipal Court
- Parks & Recreation
- Police Department
- Storm Sewer
- Streets

Water & Sewer \$1,623,000.00

- Utility Administration
- Utility Billing
- Water Purification
- Water Distribution
- Waste Water Treatment
- Waste Water Collection

Economic Development Corporation \$550,000.00

- Personnel
- Marketing & Promotion
- Administration
- Capital Cost
- Direct Business Incentive

Municipal Development District \$550,000.00

- Personnel
- Improvement Projects

Coronavirus Local Fiscal Recovery Fund (CLFRF) \$888,808.22

- Respond to Public Health Emergency with respect to COVID-19
- Respond to workers performing essential work during COVID-19
- For the provision of government services to the extent of the reduction of revenue
- Investments in water, sewer, or broadband infrastructure

For more information, please come by our office or call (956) 262-2127. Written comments can be forwarded to:

Juan Jose Ybarra, City Manager
City of Elsa
P.O. Box 427
Elsa Texas

CITY OF ELSA, TEXAS NOTICE OF PUBLIC HEARING 2023 BUDGET

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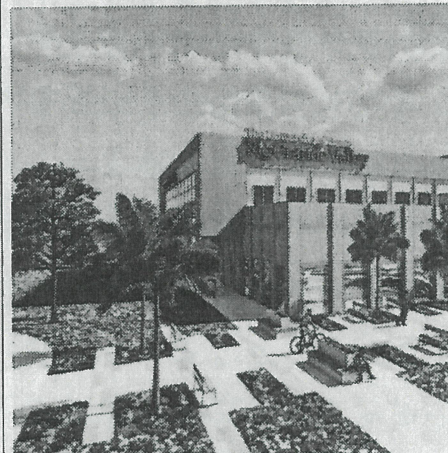
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Juan Jose Ybarra, City Manager
City of Elsa
P.O. Box 427 Elsa Texas

\$145.7 MILLION RGV CANCER COMING TO



A \$145.7 million cancer and surgery center is coming to the University of Texas Rio Grande Valley Campus as soon as next month.

The three-story, 144,231-square-foot Cancer and Surgery Center will include a clinic, a medical oncology clinic, a rehabilitation therapy, an ambulatory orthopedics center. It'll be on Pecan Street. UTRGV President Guy Bailey said construction begin on the center there's no firm completion date but it will be done in about two-and-a-half years.

"It's important to start this, quick: people aren't gonna delay a cancer center, and so the faster we finish it, the faster we get services to people," he said.

Those services, the university is providing for local residents and the university because the University of Texas at El Paso is providing oncology advisory services off the ground.

Bailey said the center will bring treatment to the Valley's doorstep.

"It's gonna offer services that we don't get now. And we'll be building the center over time to make sure that we're addressing the health and well-being of the Valley."

The UT System Board of Regents announced \$145.7 million in funding for the center. The funding comes mostly from the organization's tuition revenue bond proceeds, also including a \$1 million donation from the state.

"I would like to congratulate Juan Ybarra for his leadership in helping to make the Rio Grande Valley a reality," Bailey said in a release. "This research institute will have a major impact on the health and well-being of our community by opening up our community to new medical research trained here in a medically underserved area. It gives our residents the opportunity to receive the best care for their health."



NOTICE OF PUBLIC HEARING

The City of Elsa will hold a public hearing on September 9th, 2021 at 5:30 pm at Elsa City Hall Chamber, 102 S. Diana Street, to discuss the proposed Budget for Fiscal Year 2022-2023. This notice is given in accordance with the Texas Local Government Code, Chapter 102.0065.



PUBLIC HEARING AGENDA

1. OPEN PUBLIC HEARING TO ALLOW CITIZENS TO ADDRESS THEIR NEEDS.
2. ADJOURN

CERTIFICATION

I CERTIFY THAT THIS NOTICE OF A PUBLIC HEARING FOR THE PROPOSED MUNICIPAL BUDGET FOR FISCAL YEAR 2022-2023 WAS POSTED IN ACCORDANCE WITH THE OPEN MEETINGS ACT AT 102 SOUTH DIANA STREET ENTRANCE OUTSIDE BULLETIN BOARD VISIBLE AND ACCESSIBLE TO THE GENERAL PUBLIC DURING AND AFTER REGULAR WORKING HOURS. THIS NOTICE WAS POSTED ON SEPTEMBER 02, 2022.

SEAL



Delmira Y. Olivarez, City Secretary
City of Elsa, Texas

NOTE: If any accommodations for a disability is required, notify the City Secretary's Office at (956) 262-2127 prior to meeting date.

ORDINANCES

ORDINANCE NO. 2022-16
BUDGET 2022-2023

AN ORDINANCE BY THE CITY OF ELSA, ADOPTING A BUDGET FOR THE ENSUING FISCAL YEAR BEGINNING OCTOBER 1ST, 2022 AND ENDING SEPTEMBER 30TH, 2023, IN ACCORDANCE WITH CHARTER AND ORDINANCE OF THE CITY OF ELSA.

WHEREAS, the budget appended here as Exhibit A. for the fiscal year beginning October 1st, 2022 and ending September 30th, 2023 was duly presented by the City Manager to the City of Elsa Mayor, Alonzo R. Perez, and City Council, and has been filed with the City Secretary; and which said estimate has been compiled from detailed information obtained from the several departments, divisions and offices of the city containing all information as required by the Charter of the City of Elsa;

WHEREAS, a Public Hearing was ordered and a public notice of said hearing was caused to be given by the City Council and said notice was published in the Valley Delta News and said Public Hearing was held according to said notices;

WHEREAS, further, after a full and final consideration of the matter developed at said Public Hearing, it was the opinion of the Council that the Budget as filed should be Approved and Adopted.

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF ELSA, THAT:

Section 1 The proposed budget of the revenues of the City of Elsa and the expenses of conducting the affairs thereof providing a complete financial plan for ensuing fiscal year beginning October 1, 2022, and ending September 30, 2023, as submitted to the City Council by the City Manager of said City, and which budget is attached hereto as Exhibit "A", and the same is in all things adopted and approved as the budget of all current expenditures/expenses as well as fixed charges against said city for the fiscal year beginning October 1, 2022, and ending September 30, 2023.

Section 2 The sums below are hereby appropriated from the prospective funds for the payment of expenditures on behalf of the city government as established in the approval budget document for the fiscal year ending September 30, 2023.

Fiscal Year 2022-2023

General Fund Revenues:

Tax Revenues	\$ 2,902,800.00
Charges & Fees	\$ 1,118,185.00
Franchise Fees	\$ 265,700.00
Permits	\$ 79,900.00
Fines	\$ 223,440.00
Other	\$ 600,833.00
TOTAL 2022-2023 GENERAL FUND REVENUES	\$ 5,190,858.00

General Fund Expenses:

City Council	\$ 1,245,194.00
City Hall	\$ 56,700.00
General Administration	\$ 94,434.00
Long Term Leases	\$ 313,055.00
Emergency Management	\$ 36,190.00
Finance Department	\$ 185,297.00
Fire Department	\$ 296,263.00
Library Department	\$ 275,395.00
Municipal Court	\$ 262,134.00
Parks & Recreation Department	\$ 220,907.00
Planning Department	\$ 137,581.00
Police Department/K9	\$ 1,302,475.00
Public Work	\$ 485,439.00
Storm Water	\$ 234,294.00
Emergency Management	\$ 45,500.00
TOTAL 2022-2023 GENERAL FUND EXPENSES	\$ 5,190,858.00

Water & Sewer Fund Revenues:

Water Revenue	\$ 894,000.00
Sewer Revenue	\$ 588,000.00
Other	<u>\$ 161,509.00</u>
TOTAL 2022-2023 WATER & SEWER FUND	\$1,643,509.00

Water & Sewer Fund Expenses:

Utility Administration	\$ 450,276.00
Utility Billing	\$ 224,385.00
Water Plant	\$ 437,087.00
Water Distribution	\$ 180,672.00
Waste Water Plant	\$ 206,030.00
Waste Water Collection	<u>\$ 145,059.00</u>
TOTAL 2022-2023 WATER & SEWER EXPENSES	\$1,642,509.00

Section 3 Ordinances or parts of Ordinances in conflict herein are hereby repealed.

Section 4 This Ordinance shall be and remain in full force and effective upon its final passage and approval, in accordance with state law.

PASSED AND APPROVED THIS 20TH, DAY OF SEPTEMBER, 2022.

Alonzo R. Perez, Mayor

ATTEST:

Delmira Y. Olivarez, City Secretary

State of Texas
County of Hidalgo

PUBLISHER'S AFFIDAVIT

BEFORE ME, THE UNDERSIGNED AUTHORITY, A NOTARY PUBLIC IN AND FOR THE STATE OF TEXAS, ON THIS DAY PERSONALLY APPEARED VERONICA GUERRA, WHO AFTER BEING BY ME DULY SWORN, UPON HIS/HER OATH DEPOSES AND SAYS:

I, Veronica Guerra
am a Sales Representative of the "VALLEY DELTA NEWS" and the following attachment:

1. LEGAL AD – City of Elsa Notice of Public Hearing on tax increase
Ad size 3x14

Appeared on the following issue: August 24, 2022 Valley Delta News


Signed, Affiant

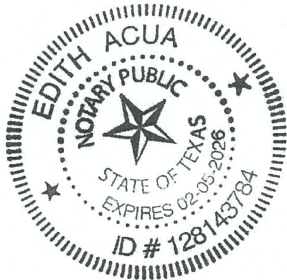
Sworn and subscribed to me this 9th day of Sept 2022

(SEAL)



Notary Public in and for the
State of Texas

My Commission Expires _____



8/14/22

NOTICE OF PUBLIC HEARING ON TAX INCREASE

A tax rate of \$0.7961 per \$100 valuation has been proposed by the governing body of City of Elsa.

PROPOSED TAX RATE	\$0.7961 per \$100
NO-NEW-REVENUE TAX RATE	\$0.7615 per \$100
VOTER-APPROVAL TAX RATE	\$0.7961 per \$100

The no-new-revenue tax rate is the tax rate for the 2022 tax year that will raise the same amount of property tax revenue for City of Elsa from the same properties in both the 2021 tax year and the 2022 tax year.

The voter-approval rate is the highest tax rate that City of Elsa may adopt without holding an election to seek voter approval of the rate.

The proposed tax rate is greater than the no-new-revenue tax rate. This means that City of Elsa is proposing to increase property taxes for the 2022 tax year.

A PUBLIC HEARING ON THE PROPOSED TAX RATE WILL BE HELD ON September 20, 2022 AT 6:30 PM AT City Hall, 102 S Diana St., Elsa TX 78543.

The proposed tax rate is not greater than the voter-approval tax rate. As a result, City of Elsa is not required to hold an election at which voters may accept or reject the proposed tax rate. However, you may express your support for or opposition to the proposed tax rate by contacting the members of the of City of Elsa at their offices or by attending the public hearing mentioned above.

YOUR TAXES OWED UNDER ANY OF THE RATES MENTIONED ABOVE CAN BE CALCULATED AS FOLLOWS:
Property tax amount=(tax rate)x(taxable value of your property)/100

FOR the proposal: Alonzo R. Perez Victor Hernandez
Carlos Sanchez Frances Rocha

AGAINST the proposal:
PRESENT and not voting:
ABSENT: Ricardo Sanchez

Visit [Texas.gov/PropertyTaxes](https://www.texas.gov/PropertyTaxes) to find a link to your local property tax database on which you can easily access information regarding your property taxes, including information about proposed tax rates and scheduled public hearings of each entity that taxes your property.

The 86th Texas Legislature modified the manner in which the voter-approval tax rate is calculated to limit the rate of growth of property taxes in the state.

The following table compares the taxes imposed on the average residence homestead by City of Elsa last year to the taxes proposed to be imposed on the average residence homestead by City of Elsa this year.

2021	2022	Change
------	------	--------

385

FOLLOWS:

Property tax amount=(tax rate)x(taxable value of your property)/100

FOR the proposal: Alonzo R. Perez Victor Hernandez
Carlos Sanchez Frances Rocha

AGAINST the proposal:

PRESENT and not voting:

ABSENT: Ricardo Sanchez

385

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The following table compares the taxes imposed on the average residence homestead by City of Elsa last year to the taxes proposed to be imposed on the average residence homestead by City of Elsa this year.

	2021	2022	Change
Total tax rate (per \$100 of value)	\$0.8237	\$0.7961	decrease of -0.0276 or -3.35%
Average homestead taxable value	\$69,638	\$77,964	increase of 8,326 or 11.96%
Tax on average homestead	\$573.61	\$620.67	increase of 47.06 or 8.20%
Total tax levy on all properties	\$1,665,523	\$1,776,761	increase of 111,238 or 6.68%

For assistance with tax calculations, please contact the tax assessor for City of Elsa at (956) 318-2157 or propertytax@hidalgocountytax.org, or visit <http://www.hidalgocountytax.org> for more information.