

**CITY OF FRISCO  
GENERAL FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Net Position, Beginning	\$ 87,630,277	\$86,268,204	\$ 106,582,451	\$ 100,926,180
Revenues:				
Revenues	213,566,624	223,038,193	231,820,337	247,763,467
Interfund Transfers	5,488,884	6,565,533	8,334,409	14,458,930
<b>Total Revenue</b>	<b><u>219,055,508</u></b>	<b><u>229,603,726</u></b>	<b><u>240,154,746</u></b>	<b><u>262,222,397</u></b>
<b>Funds Available</b>	<b><u>306,685,785</u></b>	<b><u>315,871,930</u></b>	<b><u>346,737,197</u></b>	<b><u>363,148,578</u></b>
Deductions:				
Operating Expenditures	180,585,248	207,461,400	213,795,670	227,486,322
Section 380 Sales Tax Grants	9,589,974	11,238,696	10,038,696	16,334,386
Capital Outlay	3,920,203	8,267,175	10,871,180	17,198,945
Interfund Transfers - GF Subsidiary Funds	3,748,064	2,265,037	7,805,471	805,336
Interfund Transfers - Special Revenue Funds	309,845	250,000	500,000	300,000
Interfund Transfers - Capital Projects Funds	1,950,000	-	2,800,000	-
Subtotal Deductions	<u>200,103,334</u>	<u>229,482,308</u>	<u>245,811,017</u>	<u>262,124,989</u>
Expenditures - Special one time	-	-	-	4,738,426
<b>Total Deductions</b>	<b><u>200,103,334</u></b>	<b><u>229,482,308</u></b>	<b><u>245,811,017</u></b>	<b><u>266,863,415</u></b>
<b>Fund Balance, Ending</b>	<b><u>\$ 106,582,451</u></b>	<b><u>\$86,389,622</u></b>	<b><u>\$ 100,926,180</u></b>	<b><u>\$ 96,285,163</u></b>
	54.91%	38.06%	43.00%	36.89%
Contingent Appropriation **	-	3,280,501	3,357,515	3,657,311
Assigned Fund Balance	<u>24,000,000</u>	<u>24,000,000</u>	<u>24,000,000</u>	<u>19,261,574</u>
Unassigned Fund Balance, Ending	<b><u>\$ 82,582,451</u></b>	<b><u>\$59,109,121</u></b>	<b><u>\$ 73,568,665</u></b>	<b><u>\$ 73,366,278</u></b>
	42.55%	28.04%	31.35%	28.11%

The City of Frisco policy is to maintain a fund balance of three (25%) months of operating expenditures as a reserve against an unanticipated decrease in revenue. The City Council recognizes that commitments have been made for future projects, so to set aside funds for unidentified future needs, the contingent appropriation is 1.5% of operating expenditures or \$3,657,311. The proposed Ending Fund Balance is 36.89% of operating expenditures and the Ending Fund Balance less Contingent Appropriation or Unassigned Ending Fund Balance is 28.11% of operating expenditures.

**CITY OF FRISCO  
INSURANCE RESERVE FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Fund Balance, Beginning	\$ 21,960,865	\$ 21,003,865	\$ 23,736,664	\$ 22,836,664
Revenues:				
Interest Income	(6,328)	60,000	700,000	700,000
Interfund Transfers - General Fund	1,782,127	-	-	-
<b>Total Revenue</b>	<u>1,775,799</u>	<u>60,000</u>	<u>700,000</u>	<u>700,000</u>
<b>Funds Available</b>	<u>23,736,664</u>	<u>21,063,865</u>	<u>24,436,664</u>	<u>23,536,664</u>
Deductions:				
Interfund Transfers - General Fund	-	39,000	1,600,000	1,700,000
<b>Total Deductions</b>	<u>-</u>	<u>39,000</u>	<u>1,600,000</u>	<u>1,700,000</u>
<b>Committed Fund Balance, Ending</b>	<u><u>\$ 23,736,664</u></u>	<u><u>\$ 21,024,865</u></u>	<u><u>\$ 22,836,664</u></u>	<u><u>\$ 21,836,664</u></u>

The Insurance Reserve Fund was established in FY 2010 as a separate fund subsidiary to the General Fund with a transfer. The reserve is set aside to cover unanticipated health insurance claims and as a stabilization fund for premium charges and any implicit rate subsidy for our post employment benefits.

In FY22, the City adopted the Fund Balance Policy documenting the Committed Fund Balance includes 25% of annual health insurance claims, plus 50% of the annual OPEB liability, plus 50% of the current liability of compensated absences for all City employees, and \$1 million for catastrophic claims or deductibles for property and liability.

Projected insurance claims and expenditures for FY24 total over \$26 million. In years when claims exceed premiums, this fund could cover the shortfall and likewise, excess program charges will be transferred to the reserve fund at the end of the year. Staff continually review program expenditures as well as regulations and usage and are recommending a rate adjustment for FY24 which will be shared by employees.

Interfund transfers to the General Fund in FY23 and FY24 fund a new employee benefit of offering city employees annual memberships to the Frisco Athletic Center (FAC) and the Grove and the Employee Wellness Clinic.

This is a subsidiary fund to the General Fund.

**CITY OF FRISCO  
CAPITAL RESERVE FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Fund Balance, Beginning	\$ 13,266,320	\$ 14,267,902	\$ 14,218,356	\$ 21,858,790
Revenues:				
Interest Income	(12,546)	60,000	600,000	600,000
Interfund Transfers - General Fund	1,406,020	1,500,000	7,040,434	-
<b>Total Revenue</b>	<b><u>1,393,474</u></b>	<b><u>1,560,000</u></b>	<b><u>7,640,434</u></b>	<b><u>600,000</u></b>
<b>Funds Available</b>	<b><u>14,659,794</u></b>	<b><u>15,827,902</u></b>	<b><u>21,858,790</u></b>	<b><u>22,458,790</u></b>
Deductions:				
Interfund Transfers - General Fund	-	-	-	3,456,390
Interfund Transfers - Capital Projects	441,438	-	-	-
<b>Total Deductions</b>	<b><u>441,438</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,456,390</u></b>
<b>Committed Fund Balance, Ending</b>	<b><u>\$ 14,218,356</u></b>	<b><u>\$ 15,827,902</u></b>	<b><u>\$ 21,858,790</u></b>	<b><u>\$ 19,002,400</u></b>

The City Council established a reserve for future infrastructure needs and set a financial policy to accomplish this goal. The FY 2008 Budget established the Capital Reserve Fund with a General Fund transfer of \$500,000.

The Fund continues to be supported by transfers from the General Fund, in line with City Policy to transfer funds from the General Fund each year in which the prior year ending has a net increase to Fund Balance to accumulate no greater than 10% of General Fund operating expenditures. FY24 transfers to the General Fund will be used to purchase replacement Tahoes for the Police Department and replacement radios for the Fire Department.

This is a subsidiary fund to the General Fund.

**CITY OF FRISCO  
PUBLIC LEASED FACILITY FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Fund Balance, Beginning	\$ 1,726,795	\$ 1,928,609	\$ 1,955,477	\$ 2,130,978
Revenues:				
Interest Income	4,587	3,600	22,600	12,000
Rents and Leases	1,109,552	1,350,906	1,350,906	1,561,553
Interfund Transfers - General Fund	100,000	157,000	157,000	100,000
<b>Total Revenue</b>	<b><u>1,214,139</u></b>	<b><u>1,511,506</u></b>	<b><u>1,530,506</u></b>	<b><u>1,673,553</u></b>
<b>Funds Available</b>	<b><u>2,940,934</u></b>	<b><u>3,440,115</u></b>	<b><u>3,485,983</u></b>	<b><u>3,804,531</u></b>
Deductions:				
Operating Expenditures	985,457	1,275,804	1,327,755	1,953,488
Capital Expenditures	-	57,000	27,250	-
<b>Total Deductions</b>	<b><u>985,457</u></b>	<b><u>1,332,804</u></b>	<b><u>1,355,005</u></b>	<b><u>1,953,488</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ 1,955,477</u></b>	<b><u>\$ 2,107,311</u></b>	<b><u>\$ 2,130,978</u></b>	<b><u>\$ 1,851,043</u></b>

This fund accounts for the income and expenditures associated with the Public Leased Facilities; including the Downtown Reuse Plan and the Public Garages at the Stars Comerica Center and Dr. Pepper baseball stadium. For FY14 and forward, this Fund includes revenue from the leases of the old downtown buildings, interest earnings on fund balance and expenditures associated with the leases and building maintenance.

On June 6, 2006, the City adopted an implementation plan for the continued use of City-owned buildings in Historic Downtown. The Downtown Reuse Plan called for the City to retain ownership of the existing City Hall buildings and to focus future uses in specialty retail, dining and the arts. The City also contracted with a leasing and property management firm to assist in identifying tenants to support the development of the downtown area. One of the buildings is currently leased to School of Rock. The other buildings house the City's Parks Administration.

During FY 2013, the City assumed management responsibilities for the public garages at the Stars Comerica Center and Dr. Pepper Ballpark. Our partners fund 33% and 36% of the maintenance costs of garage #1 with the City funding the difference. The City funds the maintenance of garage #2, with a hotel and an office building, sharing some of the costs.

This is a subsidiary fund to the General Fund.

**CITY OF FRISCO  
SPECIAL EVENTS FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Fund Balance, Beginning	\$ 573,607	\$ 359,930	\$ 540,914	\$ 448,397
Revenues:				
Interest Income	3,809	720	720	720
Program Income	53,893	20,000	20,000	20,000
Miscellaneous	18,055	29,000	29,000	29,000
Rents and Leases	163,948	175,000	175,000	175,000
Contributions	42,000	50,000	50,000	50,000
Interfund Transfers - General Fund	96,190	279,500	249,500	279,500
<b>Total Revenue</b>	<b>377,895</b>	<b>554,220</b>	<b>524,220</b>	<b>554,220</b>
<b>Funds Available</b>	<b>951,502</b>	<b>914,150</b>	<b>1,065,134</b>	<b>1,002,617</b>
Deductions:				
Operating Expenditures	410,588	550,818	616,737	777,838
<b>Total Deductions</b>	<b>410,588</b>	<b>550,818</b>	<b>616,737</b>	<b>777,838</b>
<b>Restricted Fund Balance, Ending</b>	<b>\$ 540,914</b>	<b>\$ 363,332</b>	<b>\$ 448,397</b>	<b>\$ 224,779</b>

The Special Events Fund was established in FY03 to track and account for the contributions received for special events or other specifically designated purposes. For FY24, the Special Events Fund provides funding for the annual I Have a Dream, Frisco Nation, Frisco Feels Music Festival, and Independence Day celebrations. Funding for these events consists of sponsorships, proceeds from merchandise sales and General Fund subsidies.

Frisco Heritage Center & Museum is operated by the City Parks & Recreation Department. In FY24, the City reclassified the part-time Rental Aide to a full-time Customer Service Representative to coordinate the facility rentals and scheduling of events. It is anticipated there will be increased bookings in FY24. Remaining fund balance is set aside for the maintenance of the Heritage Center facilities.

**CITY OF FRISCO  
WORKFORCE HOUSING FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Fund Balance, Beginning	\$ 380,678	\$ 339,363	\$ 342,296	\$ 303,296
Revenues:				
Interest Income	1,755	1,560	7,100	7,100
<b>Total Revenue</b>	<u>1,755</u>	<u>1,560</u>	<u>7,100</u>	<u>7,100</u>
<b>Funds Available</b>	<u>382,433</u>	<u>340,923</u>	<u>349,396</u>	<u>310,396</u>
Deductions:				
Operating Expenditures	40,137	44,000	46,100	44,100
<b>Total Deductions</b>	<u>40,137</u>	<u>44,000</u>	<u>46,100</u>	<u>44,100</u>
<b>Committed Fund Balance, Ending</b>	<u><u>\$ 342,296</u></u>	<u><u>\$ 296,923</u></u>	<u><u>\$ 303,296</u></u>	<u><u>\$ 266,296</u></u>

The Workforce Housing Fund was established in FY03. The purpose of this fund is to improve the quality and quantity of housing opportunities for workforce families through housing and economic development programs designed and implemented by the Social Services and Housing Board and approved by the Frisco City Council.

The initial funding for this program was a transfer from the General Fund. During FY05, a down payment assistance program was initiated to assist City and FISC employees in purchasing their first home in Frisco. Any repayment of loans will be retained in this fund to ensure the continuation of the program.

In FY17, the down payment assistance loan amount increased to up to \$10,000.

The Social Services and Housing Board, along with the City Council, continue to explore opportunities for affordable housing throughout the City, in response to increases in the average household market value.

This is a subsidiary fund to the General Fund.

**CITY OF FRISCO  
PUBLIC ART FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Fund Balance, Beginning	\$ 476,524	\$ 378,947	\$ 567,173	\$ 399,395
Revenues:				
Interest Income	3,906	3,600	3,600	28,560
Interfund Transfers - General Fund	363,727	358,537	358,537	425,836
<b>Total Revenue</b>	<b><u>367,633</u></b>	<b><u>362,137</u></b>	<b><u>362,137</u></b>	<b><u>454,396</u></b>
<b>Funds Available</b>	<b><u>844,157</u></b>	<b><u>741,084</u></b>	<b><u>929,310</u></b>	<b><u>853,791</u></b>
Deductions:				
Operating Expenditures	270,084	362,137	529,915	454,396
Capital Expenditures	6,900	-	-	-
<b>Total Deductions</b>	<b><u>276,984</u></b>	<b><u>362,137</u></b>	<b><u>529,915</u></b>	<b><u>454,396</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ 567,173</u></b>	<b><u>\$ 378,947</u></b>	<b><u>\$ 399,395</u></b>	<b><u>\$ 399,395</u></b>

The Frisco Public Arts Program encourages public and private programs to further the development and awareness of the visual arts. A FY07 transfer from the General Fund of \$250,000 provided the initial start-up funding for this effort.

For FY24, interfund transfers of \$425,836 along with interest income, will fund operating costs for the Public Art Administrator, a new Facilities Technician, promotional programs, conservation treatments, and restoration of various artwork pieces.

This is a subsidiary fund to the General Fund.

**CITY OF FRISCO  
COURT FEES FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ 165,926	\$ 138,340	\$ 203,565	\$ 131,149
Revenues:				
Fees	91,546	77,400	92,000	92,000
Fines	51,807	49,000	51,000	51,000
Interest Income	1,234	600	6,560	6,400
Miscellaneous	980	-	1,200	600
<b>Total Revenue</b>	<b><u>145,567</u></b>	<b><u>127,000</u></b>	<b><u>150,760</u></b>	<b><u>150,000</u></b>
<b>Funds Available</b>	<b><u>311,493</u></b>	<b><u>265,340</u></b>	<b><u>354,325</u></b>	<b><u>281,149</u></b>
Deductions:				
Operating Expenditures	107,928	155,176	139,176	122,439
Interfund Transfers - General Fund	-	84,000	84,000	84,000
<b>Total Deductions</b>	<b><u>107,928</u></b>	<b><u>239,176</u></b>	<b><u>223,176</u></b>	<b><u>206,439</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ 203,565</u></b>	<b><u>\$ 26,164</u></b>	<b><u>\$ 131,149</u></b>	<b><u>\$ 74,710</u></b>

The Court Fees Fund was established in FY09 as a special revenue fund to account for the restricted fees collected by Municipal Court. Revenues for technology fees, building security fees and improvement fees are recorded in this fund.

Operational expenditures are for computer hardware replacements, software support and maintenance agreements on security equipment. FY24 interfund transfers include \$84,000 to the General Fund for Court security and to fund the Juvenile Case Manager.



**CITY OF FRISCO  
TAX INCREMENT REINVESTMENT ZONE #1 FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	ACTUAL FY 2021-22	ORIGINAL BUDGET FY 2022-23	REVISED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24
Restricted Fund Balance, Beginning	\$ 7,828,228	\$ 3,048,070	\$ 8,047,262	\$ 9,087,094
Revenues:				1.12
Taxes - Property	8,473,904	10,348,977	10,180,995	11,364,092
Intergovernmental - FISD	24,085,997	24,860,070	27,710,824	31,622,919
Intergovernmental - County	2,000,000	2,000,000	2,000,000	-
Intergovernmental - CCCCD	1,543,381	1,664,717	1,650,766	1,778,081
Interest Income	793,016	4,800	300,000	300,000
Rents and Leases	5,400,845	5,066,232	5,066,232	3,971,386
Contributions	52,186	-	-	-
Interfund Transfers - Special Revenue Func	1,651,663	1,648,221	1,648,221	535,036
Interfund Transfers - Component Units	5,292,850	5,301,911	5,297,660	4,420,327
<b>Total Revenue</b>	<b>49,293,842</b>	<b>50,894,928</b>	<b>53,854,698</b>	<b>53,991,841</b>
<b>Funds Available</b>	<b>57,122,070</b>	<b>53,942,998</b>	<b>61,901,960</b>	<b>63,078,935</b>
Deductions:				
Operating Expenditures	3,463,546	3,000,000	3,000,000	3,000,000
Interlocal Agreements	18,402,173	19,487,001	22,137,756	27,111,845
Interfund Transfers - Capital Projects	-	-	-	1,000,000
Interfund Transfers - Debt Fund	24,415,763	24,885,030	24,885,030	18,085,429
Interfund Transfers - Component Units	2,793,326	2,792,080	2,792,080	2,796,573
<b>Total Deductions</b>	<b>49,074,808</b>	<b>50,164,111</b>	<b>52,814,866</b>	<b>51,993,847</b>
<b>Restricted Fund Balance, Ending</b>	<b>\$ 8,047,262</b>	<b>\$ 3,778,887</b>	<b>\$ 9,087,094</b>	<b>\$ 11,085,088</b>

The Tax Increment Reinvestment Zone #1 (TIRZ) was created in 1997 to encourage development along the State Highway 121 corridor. Since creation, the captured value has increased to \$2.3 billion for FY 2023-24. Collin County, the Collin County Community College District and Frisco Independent School District (FISD), all participate with the City in the TIRZ. Taxes generated from the captured value are restricted to funding improvements in the TIRZ #1. The County completed their participation in FY23. Lease payments represent funding from the Baseball Complex and Convention Center.

**CITY OF FRISCO  
TAX INCREMENT REINVESTMENT ZONE #5 FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ 497,245	\$ 729,920	\$ 779,746	1,203,707
Revenues:				
Taxes - Property	1,157,114	1,208,074	1,199,670	1,486,744
Taxes - Sales	391,925	347,288	470,000	493,500
Interest Income	5,093	2,400	27,000	24,000
<b>Total Revenue</b>	<b><u>1,554,132</u></b>	<b><u>1,557,762</u></b>	<b><u>1,696,670</u></b>	<b><u>2,004,244</u></b>
<b>Funds Available</b>	<b><u>2,051,377</u></b>	<b><u>2,287,682</u></b>	<b><u>2,476,416</u></b>	<b><u>3,207,951</u></b>
Deductions:				
Interfund Transfers - Debt Fund	1,271,631	1,272,709	1,272,709	1,272,235
<b>Total Deductions</b>	<b><u>1,271,631</u></b>	<b><u>1,272,709</u></b>	<b><u>1,272,709</u></b>	<b><u>1,272,235</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ 779,746</u></b>	<b><u>\$ 1,014,973</u></b>	<b><u>\$ 1,203,707</u></b>	<b><u>\$ 1,935,716</u></b>

The Tax Increment Reinvestment Zone #5 (TIRZ) was created in 2014 for the development of three parking facilities and various roadways and infrastructure along the Dallas North Tollway. Since creation, the captured value has increased to \$688 million in taxable value for FY 2023-24. The taxes generated from 50% of the captured value are restricted to funding improvements in the TIRZ #5, as well as 50% of the City's sales taxes collected from sales within the TIRZ #5 boundaries. There are no other entities participating in TIRZ #5.

**CITY OF FRISCO  
TAX INCREMENT REINVESTMENT ZONE #6 FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ -	\$ -	\$ 15,743	\$ 167,651
Revenues:				
Taxes - Property	-	34,487	150,908	487,144
Taxes - Sales	-	-	-	-
Interest Income	-	-	1,000	1,000
Interfund Transfers - Component Units	56,100	206,490	206,490	204,495
<b>Total Revenue</b>	<b><u>56,100</u></b>	<b><u>240,977</u></b>	<b><u>358,398</u></b>	<b><u>692,639</u></b>
<b>Funds Available</b>	<b><u>56,100</u></b>	<b><u>240,977</u></b>	<b><u>374,141</u></b>	<b><u>860,290</u></b>
Deductions:				
Interfund Transfers - Debt Fund	40,357	206,490	206,490	204,495
<b>Total Deductions</b>	<b><u>40,357</u></b>	<b><u>206,490</u></b>	<b><u>206,490</u></b>	<b><u>204,495</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ 15,743</u></b>	<b><u>\$ 34,487</u></b>	<b><u>\$ 167,651</u></b>	<b><u>\$ 655,795</u></b>

The Tax Increment Reinvestment Zone #6 (TIRZ) was created in 2021 for the development of a parking structure, plaza, open space and park improvements and infrastructure next to a Performing Arts facility and office buildings along the Dallas Parkway, Internet Boulevard, and Warren Parkway. Since created after January 1, 2021, the captured value of \$225.4 million is taxable to the TIRZ. Estimated buildout is expected to approach \$2.2B over the next 20-30 years. The taxes generated from 50% of the captured value are restricted to funding improvements in the TIRZ #6, as well as 50% of the City's sales taxes collected from sales within the TIRZ #6 boundaries. There are no other entities participating in TIRZ #6.

**CITY OF FRISCO  
TAX INCREMENT REINVESTMENT ZONE #7 FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ -	\$ -	\$ -	\$ 1,809,479
Revenues:				
Taxes - Property	-	220	-	196,777
Contributions	366,184	1,878,040	1,878,260	3,986,933
Interest Income	-	-	600	600
Interfund Transfers - Capital Projects	-	-	1,808,879	-
<b>Total Revenue</b>	<b><u>366,184</u></b>	<b><u>1,878,260</u></b>	<b><u>3,687,739</u></b>	<b><u>4,184,310</u></b>
<b>Funds Available</b>	<b><u>366,184</u></b>	<b><u>1,878,260</u></b>	<b><u>3,687,739</u></b>	<b><u>5,993,789</u></b>
Deductions:				
Interfund Transfers - Debt Fund	366,184	1,878,260	1,878,260	3,986,933
<b>Total Deductions</b>	<b><u>366,184</u></b>	<b><u>1,878,260</u></b>	<b><u>1,878,260</u></b>	<b><u>3,986,933</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 1,809,479</u></b>	<b><u>\$ 2,006,856</u></b>

The Tax Increment Reinvestment Zone #7 (TIRZ) was created in 2021 for the development of roads, hike and bike trails, drainage infrastructure and other public ways within the approximate 889 acres of private and publicly held property within TIRZ #7. Since created December of 2021, the captured value of \$91.1 million is taxable to the TIRZ. Estimated buildout is expected to approach \$2B over the next 20-30 years. The taxes generated from 50% of the captured value are restricted to funding improvements in TIRZ #7. There are no other entities participating in TIRZ #7.

TIRZ #7 was amended in FY23 and new debt was issued in line with the developer agreement to fund the next phase of roadway improvements within the area.

**CITY OF FRISCO  
TRAFFIC CONTROL ENFORCEMENT FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ 95,514	\$ 53,031	\$ 50,108	\$ 10,108
Revenues:				
<b>Total Revenue</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Funds Available</b>	<u>95,514</u>	<u>53,031</u>	<u>50,108</u>	<u>10,108</u>
Deductions:				
Operating Expenditures	45,406	53,031	40,000	10,108
Capital Expenditures	-	-	-	-
<b>Total Deductions</b>	<u>45,406</u>	<u>53,031</u>	<u>40,000</u>	<u>10,108</u>
<b>Restricted Fund Balance, Ending</b>	<u><u>\$ 50,108</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 10,108</u></u>	<u><u>\$ -</u></u>

In FY06, the City approved the implementation of an Automated Red Light Enforcement System to further the City's Traffic Safety Program. The System promoted public safety by discouraging the entry (of moving automobiles) into a traffic intersection when the traffic light is red. This was accomplished through the imposition of a civil penalty for such action. Effective June 2019, due to a state legislative bill, all red light enforcement camera locations were ended.

With the Governor signing HB 1631 into law on 6/2/2019, Frisco removed all camera locations. The contract with ATS was terminated immediately meaning that all violations in the workflow were dismissed and no future hearings will be scheduled. The remaining funds are appropriated to the Police Shattered Dreams program and Traffic Control capital equipment.

**CITY OF FRISCO  
HOTEL MOTEL FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	ACTUAL <u>FY 2021-22</u>	ORIGINAL BUDGET <u>FY 2022-23</u>	REVISED BUDGET <u>FY 2022-23</u>	PROPOSED BUDGET <u>FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ 3,185,843	\$ 3,791,973	\$ 5,184,641	\$ 8,140,413
Revenues:				
Taxes - Hotel/Motel	7,951,774	7,404,153	10,298,348	11,596,450
Fees	1,153,457	1,460,000	1,460,010	1,460,010
Interest Income	25,875	2,000	125,000	120,000
Miscellaneous	915	42,125	4,125	4,125
Rents and Leases	5,996	-	10,000	10,000
Contributions	265,257	-	28,000	28,000
<b>Total Revenue</b>	<b><u>9,403,274</u></b>	<b><u>8,908,278</u></b>	<b><u>11,925,483</u></b>	<b><u>13,218,585</u></b>
<b>Funds Available</b>	<b><u>12,589,117</u></b>	<b><u>12,700,251</u></b>	<b><u>17,110,124</u></b>	<b><u>21,358,998</u></b>
Deductions:				
Operating Expenditures	2,899,086	3,904,688	3,932,438	4,757,381
Special Events	1,690,011	1,460,010	1,460,010	1,460,010
Art Program Expenditures	100,000	100,000	-	298,400
Economic Incentives	-	-	616,770	1,961,160
Interfund Transfers - General Fund	-	-	250,000	250,000
Interfund Transfers - TIRZ Funds	1,651,663	1,648,221	1,648,221	535,036
Interfund Transfers - Debt Fund	1,063,716	1,062,272	1,062,272	1,063,689
<b>Total Deductions</b>	<b><u>7,404,476</u></b>	<b><u>8,175,191</u></b>	<b><u>8,969,711</u></b>	<b><u>10,325,676</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ 5,184,641</u></b>	<b><u>\$ 4,525,060</u></b>	<b><u>\$ 8,140,413</u></b>	<b><u>\$ 11,033,322</u></b>

The Hotel/Motel Fund was established in FY 2000 to account for the hotel-motel occupancy tax. The Fund also accounts for special events, partially funded through the State Texas Trust Fund and private contributions. In FY24, the promotion of the arts funding was raised from \$100,000 to \$1.25 per capita and timing of the funding was adjusted to be in line with the annual budget process.

The occupancy tax is a 13% surcharge on each occupied hotel room, of which 7% goes to the Hotel/Motel Fund for the City and 6% goes to the State of Texas. By law, occupancy tax must directly enhance and promote tourism and the convention and hotel industry which has 9 legal uses: 1) convention centers and visitor centers; 2) registration of convention delegates; 3) advertising and promotion; 4) promotion of the arts; 5) historical restoration and preservation; 6) certain costs of sporting events; 7) certain sporting facilities; 8) transportation of tourists; and 9) tourism related signage. In FY21, a Short Term Rental (STR) Ordinance was passed establishing the annual permit process and requiring payment of the occupancy tax for the rental of residential properties.

The current CVB Board Policy is to maintain 25% of annual expenditures in fund balance. The fund had increased activity in FY23 and revenues are expected to continue increasing throughout FY24. The debt service commitment is for the Convention Center, the Omni, and the Hyatt. The FY24 projected ending fund balance is approximately 106.9% of the total expenditures.

**CITY OF FRISCO  
PANTHER CREEK PID FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ 8,228	\$ 8,228	\$ 21,068	\$ 6,068
Revenues:				
Assessments	130,653	130,000	120,000	80,000
Interest Income	47,187	35,000	30,000	20,000
<b>Total Revenue</b>	<b><u>177,840</u></b>	<b><u>165,000</u></b>	<b><u>150,000</u></b>	<b><u>100,000</u></b>
<b>Funds Available</b>	<b><u>186,068</u></b>	<b><u>173,228</u></b>	<b><u>171,068</u></b>	<b><u>106,068</u></b>
Deductions:				
Interfund Transfers - Debt Fund	165,000	165,000	165,000	106,068
<b>Total Deductions</b>	<b><u>165,000</u></b>	<b><u>165,000</u></b>	<b><u>165,000</u></b>	<b><u>106,068</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ 21,068</u></b>	<b><u>\$ 8,228</u></b>	<b><u>\$ 6,068</u></b>	<b><u>\$ -</u></b>

The Panther Creek Estates Public Improvement District (PID #1) was established in FY 2003. In June 2003, \$2,667,670 in Certificates of Obligation bonds were sold to fund park infrastructure within the PID. Panther Creek (Dominion) PID #2 was created in June 2004. In July 2004, \$2,686,000 in Certificates of Obligation bonds were sold to fund park infrastructure within PID #2 boundaries.

The City has passed ordinances levying assessments on the property owners to fund the debt service. The revenue is transferred for the debt payment for the certificates. Property owners are billed annually if they chose not to pay the entire assessment when the home was purchased. The estimated total number of lots in the two PID Districts is 1,959. The Panther Creek Home Owners Associations, through contracts with the City, are responsible for maintenance and operation of the improvements.

The debt service on these improvements will be paid off in FY 2024. The debt schedules can be found in the Debt Service section of this budget document.

**CITY OF FRISCO  
GRANTS AND CONTRACTS FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ -	\$ -	\$ -	\$ -
Revenues:				
Interest Income	-	-	-	-
Grant Income	5,678,934	15,579,434	18,333,495	1,577,235
Interfund Transfers - General Fund	309,845	250,000	500,000	300,000
<b>Total Revenue</b>	<b><u>5,988,779</u></b>	<b><u>15,829,434</u></b>	<b><u>18,833,495</u></b>	<b><u>1,877,235</u></b>
<b>Funds Available</b>	<b><u>5,988,779</u></b>	<b><u>15,829,434</u></b>	<b><u>18,833,495</u></b>	<b><u>1,877,235</u></b>
Deductions:				
Operating Expenditures	3,844,493	2,385,534	4,286,098	1,688,235
Capital Expenditures	131,371	-	135,000	189,000
Interfund Transfers - Capital Projects	4,612	-	-	-
Interfund Transfers - Enterprise Funds	-	4,450,000	3,643,000	-
Interfund Transfers - Utility Capital Projects	2,008,303	8,993,900	10,769,397	-
<b>Total Deductions</b>	<b><u>5,988,779</u></b>	<b><u>15,829,434</u></b>	<b><u>18,833,495</u></b>	<b><u>1,877,235</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>

The Grant and Contracts Fund was established to account for governmental operating and capital grants awarded to the City of Frisco. FY 2023-24 grants include awards from Homeland Security, STEP Comprehensive, Texas Department of Transportation, CARES Act and other federal and state agencies.

Staff continue to explore new opportunities to apply for additional grants while working to ensure compliance with federal regulations and audit requirements of active grants. Currently, staff is managing 33 active grants, as listed on the following schedule.



**CITY OF FRISCO  
COMMUNITY DEVELOPMENT BLOCK GRANT FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	ACTUAL FY 2021-22	ORIGINAL BUDGET FY 2022-23	REVISED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24
Restricted Fund Balance, Beginning	\$ -	\$ -	\$ -	\$ -
Revenues:				
Grant Income	1,331,513	1,811,391	716,928	1,567,100
Program Income	37,416	13,000	26,809	13,000
<b>Total Revenue</b>	<b>1,368,929</b>	<b>1,824,391</b>	<b>743,737</b>	<b>1,580,100</b>
<b>Funds Available</b>	<b>1,368,929</b>	<b>1,824,391</b>	<b>743,737</b>	<b>1,580,100</b>
Deductions:				
Operating Expenditures	1,003,447	1,824,391	453,937	1,432,608
Interfund Transfers - Capital Projects	365,482	-	289,800	147,492
<b>Total Deductions</b>	<b>1,368,929</b>	<b>1,824,391</b>	<b>743,737</b>	<b>1,580,100</b>
<b>Restricted Fund Balance, Ending</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

FY24 is the fourth year of the 2020 - 2025 five-year Consolidated Plan of Community Development Block Grant funds from the U.S. Department of Housing and Urban Development. FY24 funds and unexpended program funds from the previous years will be used to meet this year's goals which include: maintaining the affordable housing stock through housing rehabilitation, supporting social services for households at-risk for homelessness, supporting services for special needs citizens, and implementing public improvement and infrastructure projects in low-income areas around the city. In addition, the Community Development Block Grant provides partial funding for three City employees. The Social Services and Housing Board recommends the above expenditures for FY 2024, the 19th year of the program.

The City of Frisco will utilize Community Development Block Grant (CDBG) funds to serve an estimated five (5) homeowners through our owner-occupied rehabilitation project during FY 2024. In addition, an estimated one hundred and fifty (150) seniors will receive nutritious meals through the Meals on Wheels program; eight hundred and fifty (850) residents will receive bilingual case management services from Frisco Family Services and an estimated twenty three (23) persons experiencing homelessness will receive shelter and comprehensive services from The Samaritan Inn.

**CITY OF FRISCO  
PUBLIC TELEVISION FRANCHISE FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ 1,267,495	\$ 1,121,273	\$ 1,479,193	\$ 1,434,813
Revenues:				
Taxes - Franchise	249,377	225,000	170,000	170,000
Interest Income	3,311	3,200	45,000	40,000
<b>Total Revenue</b>	<u>252,688</u>	<u>228,200</u>	<u>215,000</u>	<u>210,000</u>
<b>Funds Available</b>	<u>1,520,183</u>	<u>1,349,473</u>	<u>1,694,193</u>	<u>1,644,813</u>
Deductions:				
Operating Expenditures	8,285	-	50,000	-
Capital Expenditures	32,705	609,380	209,380	674,835
<b>Total Deductions</b>	<u>40,990</u>	<u>609,380</u>	<u>259,380</u>	<u>674,835</u>
<b>Restricted Fund Balance, Ending</b>	<u><u>\$ 1,479,193</u></u>	<u><u>\$ 740,093</u></u>	<u><u>\$ 1,434,813</u></u>	<u><u>\$ 969,978</u></u>

The Public Television Franchise Fund was established in FY11 to account for the PEG (Public Educational and Governmental) cable franchise fee. As required by Texas SB-5, cable operating systems pay a PEG fee of 1% per subscriber. The fee is used for capital to support public, educational and governmental channels.

Decreasing revenue is due to the passage of state legislation in FY20 that eliminated the lower of either the cable or telephone franchise fee paid by a vendor. FY24 expenditures include video, broadcast, audio and lighting equipment to update the City Council Chambers for live streaming.

**CITY OF FRISCO  
CAPITAL PROJECTS FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	ACTUAL <u>FY 2021-22</u>	ORIGINAL BUDGET <u>FY 2022-23</u>	REVISED BUDGET <u>FY 2022-23</u>	PROPOSED BUDGET <u>FY 2023-24</u>
Net Position, Beginning	\$ 274,017,356	\$ 35,379,560	\$ 359,320,906	\$ 9,933,756
Revenues:				
Assessments	849,371	-	1,202,284	-
Fees	-	-	1,808,879	-
Intergovernmental	5,337,790	43,000,000	58,007,794	-
Interest Income	721,665	-	6,000,000	-
Miscellaneous	38,306	-	22,306	-
Contributions	4,033,918	25,000,000	16,677,546	25,000,000
Bond Funds	140,002,670	143,125,000	172,000,000	93,680,000
Interfund Transfers - General Fund	1,950,000	-	2,800,000	-
Interfund Transfers - Capital Projects Funds	10,849,502	18,894,000	43,214,795	15,000,000
Interfund Transfers - GF Subsidiaries	441,438	-	-	-
Interfund Transfers - Special Revenue Funds	370,094	-	289,800	1,147,492
Interfund Transfers - Enterprise Funds	3,396,796	-	4,559,926	3,014,453
Interfund Transfers - Component Units	1,991,931	7,600,000	14,144,955	27,502,000
<b>Total Revenue</b>	<b>169,983,481</b>	<b>237,619,000</b>	<b>320,728,285</b>	<b>165,343,945</b>
<b>Funds Available</b>	<b>444,000,837</b>	<b>272,998,560</b>	<b>680,049,191</b>	<b>175,277,701</b>
Deductions:				
Operating Expenditures	787,670	1,000,000	1,000,000	1,000,000
Capital Expenditures	83,892,261	246,340,697	667,306,556	166,298,745
Interfund Transfers - TIRZ Funds	-	-	1,808,879	-
<b>Total Deductions</b>	<b>84,679,931</b>	<b>247,340,697</b>	<b>670,115,435</b>	<b>167,298,745</b>
<b>Restricted Net Position, Ending</b>	<b>\$ 359,320,906</b>	<b>\$ 25,657,863</b>	<b>\$ 9,933,756</b>	<b>\$ 7,978,956</b>

The residents of the City of Frisco approved \$345,000,000 of General Obligation voter authorized bonds in a May 2019 election and \$473,400,000 of General Obligation voter authorized bonds in a May 2023 election. The City sold \$129.5 million in FY23 for the City Hall facility, Public Safety equipment and various parks (including grand park), hike and bike trails, the downtown garage design, and road projects. Approximately \$42 million of Certificates of Obligation were sold in FY23 for roads projects in TIRZ #7. Bond sales are proposed in FY24, but will be evaluated based on market condition, need, pricing, and relevant factors at the time of the sale.

Intergovernmental revenue in FY23 of \$58 million is from Texas Department of Transportation. The FY23 and FY24 transfers-in include \$7.5 million from the Stormwater Fund, \$2.8 million from the General Fund, over \$1.4 million from special revenue funds, almost \$33 million from the Thoroughfare Fund, over \$25 million from the Park Dedication Fees Fund, over \$32.7 million from the Frisco Community Development Fund and \$8.75 million from the Frisco Economic Development Corporation.

A list of the proposed and on-going projects for Fiscal Years 2023-2024 can be found on the pages following this summary.

**CITY OF FRISCO  
THOROUGHFARE IMPACT FEES FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Net Position, Beginning	\$ 32,026,386	\$ 8,767,874	\$ 30,968,451	\$ 3,762,946
Revenues:				
Fees	3,968,798	-	4,200,000	-
Interest Income	21,065	-	1,400,000	-
<b>Total Revenue</b>	<u>3,989,863</u>	<u>-</u>	<u>5,600,000</u>	<u>-</u>
<b>Funds Available</b>	<u>36,016,249</u>	<u>8,767,874</u>	<u>36,568,451</u>	<u>3,762,946</u>
Deductions:				
Interfund Transfers - Capital Projects	5,047,798	-	32,805,505	-
<b>Total Deductions</b>	<u>5,047,798</u>	<u>-</u>	<u>32,805,505</u>	<u>-</u>
<b>Restricted Net Position, Ending</b>	<u><u>\$ 30,968,451</u></u>	<u><u>\$ 8,767,874</u></u>	<u><u>\$ 3,762,946</u></u>	<u><u>\$ 3,762,946</u></u>

Impact Fees were established to assure the availability of funds for major capital projects needed as a result of new development. The laws governing the collection and disbursement of impact fees require separate accounting and reporting of these funds. Additionally, a City must do an analysis and update of the fee structure every five years.

The City takes a conservative approach and does not budget anticipated revenue. Funds are appropriated but subject to change based on development and infrastructure needs during the year. The actual transfer of funds will take place over the life of the project construction.

A list of the proposed Projects for Fiscal Year 2023-2024 can be found on the Capital Projects Fund Schedule of Projects page.

**CITY OF FRISCO  
PARK DEDICATION FEE FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Fund Balance, Beginning	\$ 21,065,453	\$ 15,247,050	\$ 20,393,205	\$ 16,183,915
Revenues:				
Fees	5,076,515	-	6,000,000	-
Interest Income	52,941	-	200,000	-
<b>Total Revenue</b>	<b>5,129,456</b>	<b>-</b>	<b>6,200,000</b>	<b>-</b>
<b>Funds Available</b>	<b>26,194,909</b>	<b>15,247,050</b>	<b>26,593,205</b>	<b>16,183,915</b>
Deductions:				
Interfund Transfers - Capital Projects	5,801,704	15,000,000	10,409,290	15,000,000
<b>Total Deductions</b>	<b>5,801,704</b>	<b>15,000,000</b>	<b>10,409,290</b>	<b>15,000,000</b>
<b>Restricted Fund Balance, Ending</b>	<b>\$ 20,393,205</b>	<b>\$ 247,050</b>	<b>\$ 16,183,915</b>	<b>\$ 1,183,915</b>

Park dedication fees were established to assure the availability of funds to purchase land and construct neighborhood parks. Developers are required to pay a fee based on the number of units or to contribute land. The funds are tracked separately and transferred to the Capital Projects Fund as needed for scheduled development. In addition to the Park Dedication fees for construction and development, the parks capital projects are also funded by General Obligation Bonds in the Capital Projects Fund.

The City takes a conservative approach and does not budget anticipated revenue. Funds are appropriated but subject to change based on development and infrastructure needs during the year.

A list of the proposed Projects for Fiscal Year 2023-2024 can be found on the Capital Projects Fund Schedule of Projects page.

**CITY OF FRISCO  
DEBT SERVICE FUND  
BUDGET SUMMARY  
FISCAL YEAR 2023 - 2024**

	ACTUAL FY 2021-22	ORIGINAL BUDGET FY 2022-23	REVISED BUDGET FY 2022-23	PROPOSED BUDGET FY 2023-24
Fund Balance, Beginning	\$ 3,333,381	\$ 282,717	\$ 2,868,346	\$ 6,243,717
Receipts:				
Property Taxes	51,712,364	60,557,859	60,526,659	61,305,450
Interest Income - Investments	54,580	96,000	600,000	100,000
Interfund Transfers - TIRZ	26,093,935	28,242,489	28,242,489	23,549,092
Interfund Transfers - Component Units/C	1,622,299	2,507,113	2,797,978	1,955,144
Interfund Transfers - Special Revenues	1,228,716	1,227,272	1,227,272	1,169,757
Proceeds for Refunding Bonds	5,023,482	-	43,700,000	-
<b>Total Revenue</b>	<b>85,735,376</b>	<b>92,630,733</b>	<b>137,094,398</b>	<b>88,079,443</b>
<b>Funds Available</b>	<b>89,068,757</b>	<b>92,913,450</b>	<b>139,962,744</b>	<b>94,323,160</b>
Deductions:				
Principal	52,345,000	62,735,000	61,865,000	59,793,198
Interest	28,649,713	27,564,220	26,848,951	26,673,993
Refunding Payment to Escrow	5,174,237	-	44,500,000	-
Fiscal Charges	31,461	15,000	505,076	500,000
<b>Total Deductions</b>	<b>86,200,411</b>	<b>90,314,220</b>	<b>133,719,027</b>	<b>86,967,191</b>
<b>Fund Balance, Ending</b>	<b><u>\$ 2,868,346</u></b>	<b><u>\$ 2,599,230</u></b>	<b><u>\$ 6,243,717</u></b>	<b><u>\$ 7,355,969</u></b>

The Debt Service Funds is utilized to record the appropriate portion of the tax rate as levied for the interest and sinking reserve for related City debt. The tax rate ratio of Maintenance and Operations to Interest and Sinking is 66.93%/33.07% for FY 2023-24. The tax rate of \$0.432205 is allocated \$0.289263 for Maintenance and Operations and \$0.142942 for the Debt Service Fund. Self-supporting debt revenue is recorded as an interfund transfer or contribution. Ad Valorem taxes only pay debt service for voter approved General Obligation debt.

The Debt Service Ending Fund Balance is reduced due to the recent Senate Bill 2 passage in 2020. The legislation required the taxing entity to consider anticipated collections in calculating the debt service component of its voter-approval tax rate. The tax collector must certify the current year's certified anticipated debt collection rate and compare with the prior year's excess debt tax collections, then subtract that from the current years debt payments which adjusts the current year's debt service rate. The FY 2023-24 anticipated collection rate is 100.00%

**CITY OF FRISCO  
UTILITY FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Net Position, Beginning	\$ 64,980,576	\$ 70,501,996	\$ 81,884,489	\$ 83,665,883
Revenues:				
Water Sales	74,138,293	79,990,450	76,408,529	87,698,193
Sewer Charges	49,298,141	53,551,837	52,005,318	56,052,723
Engineering Fees	3,031,193	2,163,203	3,587,525	2,730,000
Interest Income	14,105	200,000	2,500,000	2,000,000
Miscellaneous	1,158,162	20,000	8,065	20,000
Interfund Transfers - Enterprise Funds	412,365	546,094	546,094	555,534
Interfund Transfers - Utility Capital Project Fun	3,000,000	3,000,000	3,000,000	3,000,000
<b>Total Revenue</b>	<b>131,052,259</b>	<b>139,471,584</b>	<b>138,055,531</b>	<b>152,056,450</b>
<b>Funds Available</b>	<b>196,032,835</b>	<b>209,973,580</b>	<b>219,940,020</b>	<b>235,722,333</b>
Deductions:				
Operating Expenses	24,537,129	29,579,186	27,850,818	32,760,320
Cost of Sales and Services	65,356,047	79,130,440	79,130,440	84,215,153
Capital Expenses	672,230	976,044	4,111,036	1,951,761
Bond Principal	12,795,000	13,845,001	13,845,001	13,195,000
Bond Interest/Fiscal Charges	6,958,743	6,382,701	6,402,201	6,229,268
Interfund Transfers - General Fund	3,829,197	4,077,765	4,035,641	4,455,027
Interfund Transfers - Capital Projects	-	-	899,000	-
<b>Total Deductions</b>	<b>114,148,346</b>	<b>133,991,137</b>	<b>136,274,137</b>	<b>142,806,529</b>
<b>Net Position, Unrestricted</b>	<b>\$ 81,884,489</b>	<b>\$ 75,982,443</b>	<b>\$ 83,665,883</b>	<b>\$ 92,915,804</b>
Cash and Cash Equivalents	56,824,692	66,686,689	\$ 58,606,086	\$ 67,856,007
Days in Cash	231	224	200	212

The growth experienced by the City is seen in the increase in cost of sales and services in the Utility Fund. A large portion of the increase is due to passing on the \$0.30 per thousand gallons or 8.8% rate increase received from NTMWD. Current economic and market conditions have placed significant pressure on commodity prices, supply chains and staffing and vendor costs. Construction costs and interest rates are increasing thereby adding to the costs of debt service expense as maintenance and improvements are needed in the Regional Water System and eventually Panther Creek and Stewart Creek. In addition, NTMWD is projecting a minimum annual demand of 14,133,266,000 gallons of water from the City of Frisco for FY24.

The City financial policy is to maintain 7 months of days in cash and set rates accordingly. FY24 revenue estimates include increases of 10% to the base and volume water rates and sewer rates.

**CITY OF FRISCO  
UTILITY CAPITAL PROJECTS FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Net Position, Beginning	\$ 65,524,396	\$ 1,715,732	\$ 57,078,258	\$ 5,903,437
Revenues:				
Interest Income	26,238	-	1,500,000	-
Contributions	18,656,190	-	-	-
Bond Funds	14,620,000	15,000,000	20,000,000	20,000,000
Interfund Transfers - Special Revenue Funds	2,008,303	8,993,900	10,769,397	-
Interfund Transfers - Utility Capital Projects	1,767,972	-	42,337,967	-
Interfund Transfers - Component Units	645,594	-	4,363,608	-
<b>Total Revenue</b>	<b><u>37,724,297</u></b>	<b><u>23,993,900</u></b>	<b><u>78,970,972</u></b>	<b><u>20,000,000</u></b>
<b>Funds Available</b>	<b><u>103,248,693</u></b>	<b><u>25,709,632</u></b>	<b><u>136,049,230</u></b>	<b><u>25,903,437</u></b>
Deductions:				
Capital Expenditures	46,170,435	16,906,150	130,145,793	20,018,956
<b>Total Deductions</b>	<b><u>46,170,435</u></b>	<b><u>16,906,150</u></b>	<b><u>130,145,793</u></b>	<b><u>20,018,956</u></b>
<b>Restricted Net Position, Ending</b>	<b><u>\$ 57,078,258</u></b>	<b><u>\$ 8,803,482</u></b>	<b><u>\$ 5,903,437</u></b>	<b><u>\$ 5,884,481</u></b>

This bond funding is for ongoing improvements to the water and wastewater distribution system. The debt is considered to be self-supporting debt as revenues from the Utility Fund pay for issued Certificates of Obligation. The City sold \$20,000,000 in debt in FY23 and anticipates selling \$20,000,000 additional debt in FY24 for ongoing capital project needs per our five year plan. The City anticipates approximately \$12,777,700 of funds from the American Resuce Plan Act will be allocated for infrastructure projects related to water reuse over the three years from FY22 through FY24.

A list of the proposed Projects for Fiscal Year 2023-2024 can be found on the Utility Capital Projects Fund Schedule of Projects page.



**CITY OF FRISCO  
UTILITY IMPACT FEES FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Net Position, Beginning	\$ 45,424,981	\$ 28,026,729	\$ 49,101,570	\$ 11,763,603
Revenues:				
Fees	8,437,466	-	6,500,000	-
Interest Income	7,095	-	1,500,000	-
<b>Total Revenue</b>	<b>8,444,561</b>	<b>-</b>	<b>8,000,000</b>	<b>-</b>
<b>Funds Available</b>	<b>53,869,542</b>	<b>28,026,729</b>	<b>57,101,570</b>	<b>11,763,603</b>
Deductions:				
Interfund Transfers - Capital Projects			-	
Interfund Transfers - Enterprise Funds	3,000,000	3,000,000	3,000,000	3,000,000
Interfund Transfers - Utility Capital Projects	1,767,972	-	42,337,967	-
<b>Total Deductions</b>	<b>4,767,972</b>	<b>3,000,000</b>	<b>45,337,967</b>	<b>3,000,000</b>
<b>Restricted Net Position, Ending</b>	<b>\$ 49,101,570</b>	<b>\$ 25,026,729</b>	<b>\$ 11,763,603</b>	<b>\$ 8,763,603</b>

Impact Fees were established to assure the availability of funds for major capital projects needed as a result of development. The laws governing the collection and disbursement of impact fees require separate accounting and reporting of these funds. Additionally, a City must do an analysis and update of the fee structure every five years.

The City takes a conservative approach and does not budget anticipated revenue. Funds are appropriated but subject to change based on development and infrastructure needs during the year. In addition, appropriations from this fund are being utilized to offset debt payments in the Utility Fund.

A list of the proposed Projects for Fiscal Year 2023-2024 can be found on the Utility Capital Projects Fund Schedule of Projects page.

**CITY OF FRISCO  
STORMWATER FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL FY 2021-22</u>	<u>ORIGINAL BUDGET FY 2022-23</u>	<u>REVISED BUDGET FY 2022-23</u>	<u>PROPOSED BUDGET FY 2023-24</u>
Net Position, Beginning	\$ 5,592,365	\$ 960,324	\$ 4,388,976	\$ 1,222,845
Revenues:				
Stormwater Drainage Fees	5,245,083	5,369,967	5,376,531	5,953,892
Interest Income	5,605	2,400	40,000	36,000
Miscellaneous	81,720	-	37,590	-
Interfund Transfers - Special Revenue Funds	-	4,450,000	3,643,000	-
<b>Total Revenue</b>	<b>5,332,408</b>	<b>9,822,367</b>	<b>9,097,121</b>	<b>5,989,892</b>
<b>Funds Available</b>	<b>10,924,773</b>	<b>10,782,691</b>	<b>13,486,097</b>	<b>7,212,737</b>
Deductions:				
Operating Expenses	2,956,955	3,689,137	4,861,569	3,374,871
Capital Expenses	6,899	1,815,000	2,658,000	218,504
Interfund Transfers - General Fund	100,000	100,000	100,000	100,000
Interfund Transfers - Capital Projects	3,396,796	3,894,000	4,559,926	3,014,453
Interfund Transfers - Enterprise Funds	75,147	83,757	83,757	88,284
<b>Total Deductions</b>	<b>6,535,797</b>	<b>9,581,894</b>	<b>12,263,252</b>	<b>6,796,112</b>
<b>Net Position, Unrestricted</b>	<b>\$ 4,388,976</b>	<b>\$ 1,200,797</b>	<b>\$ 1,222,845</b>	<b>\$ 416,625</b>

The Stormwater Fund was created in FY10 to fund the City's effort to comply with the Municipal Separate Stormwater Sewer System (MS4) permit issued by the State. The permit requires implementation of six minimum control measures to improve stormwater quality. These are public education and outreach, public involvement, illicit discharge detention and elimination, construction site stormwater runoff control, post-construction stormwater management in new development and redevelopment and good housekeeping and best management practices.

The FY24 revenue estimate includes a 10% rate increase and a factor for population growth. Net position for FY24 represents approximately 12% of the operating expenses.

**CITY OF FRISCO  
ENVIRONMENTAL SERVICES FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Net Position, Beginning	\$ 3,376,756	\$ 1,927,886	\$ 2,746,083	\$ 3,547,885
Revenues:				
Sanitation Charges	22,511,437	27,410,192	26,862,475	29,163,415
Interest Income	23,599	8,400	125,000	96,000
Program Income	15,938	10,000	10,000	10,000
Miscellaneous	101,546	54,800	38,446	54,800
<b>Total Revenue</b>	<b><u>22,652,520</u></b>	<b><u>27,483,392</u></b>	<b><u>27,035,921</u></b>	<b><u>29,324,215</u></b>
<b>Funds Available</b>	<b><u>26,029,276</u></b>	<b><u>29,411,278</u></b>	<b><u>29,782,004</u></b>	<b><u>32,872,100</u></b>
Deductions:				
Operating Expenses	2,176,966	2,913,741	2,961,833	3,231,360
Cost of Sales and Services	18,343,853	19,682,105	20,054,779	21,575,375
Capital Expenses	46,269	72,232	192,897	118,257
Interfund Transfers - General Fund	978,887	1,162,273	1,162,273	1,214,869
Interfund Transfers - Enterprise Funds	337,218	462,337	462,337	467,249
Interfund Transfers - Component Units	1,400,000	1,400,000	1,400,000	1,650,000
<b>Total Deductions</b>	<b><u>23,283,193</u></b>	<b><u>25,692,688</u></b>	<b><u>26,234,119</u></b>	<b><u>28,257,110</u></b>
<b>Net Position, Unrestricted</b>	<b><u>\$ 2,746,083</u></b>	<b><u>\$ 3,718,590</u></b>	<b><u>\$ 3,547,885</u></b>	<b><u>\$ 4,614,990</u></b>

The Environmental Services Fund accounts for the collection and disposal of solid waste and recycling services of the City. The net position at the end of FY24 represents approximately 18.60% of operating expenses and cost of sales and services. Interfund Transfers - Component Units is funding that will be transferred to cover costs of the landfill closure and plant operations expenses for the Exide Battery Recycling Plant grounds.

The revenue estimate is based on population growth, but does not include a rate increase for proposed FY24.

**CITY OF FRISCO  
CHARITABLE FOUNDATION FUND  
FUND SUMMARY  
FISCAL YEAR 2023 - 2024**

	<u>ACTUAL</u> <u>FY 2021-22</u>	<u>ORIGINAL</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>REVISED</u> <u>BUDGET</u> <u>FY 2022-23</u>	<u>PROPOSED</u> <u>BUDGET</u> <u>FY 2023-24</u>
Restricted Fund Balance, Beginning	\$ 13,270	\$ 29,415	\$ 25,282	\$ 28,967
Revenues:				
Interest Income	174	-	250	-
Grant Income	1,580	1,000	1,000	1,000
Contributions	18,905	-	166,600	-
<b>Total Revenue</b>	<b><u>20,659</u></b>	<b><u>1,000</u></b>	<b><u>167,850</u></b>	<b><u>1,000</u></b>
<b>Funds Available</b>	<b><u>33,929</u></b>	<b><u>30,415</u></b>	<b><u>193,132</u></b>	<b><u>29,967</u></b>
Deductions:				
Operating Expenditures	2,015	1,000	4,165	1,000
Interfund Transfers - Capital Projects	6,632	-	160,000	
<b>Total Deductions</b>	<b><u>8,647</u></b>	<b><u>1,000</u></b>	<b><u>164,165</u></b>	<b><u>1,000</u></b>
<b>Restricted Fund Balance, Ending</b>	<b><u>\$ 25,282</u></b>	<b><u>\$ 29,415</u></b>	<b><u>\$ 28,967</u></b>	<b><u>\$ 28,967</u></b>

The Charitable Foundation Fund was established in FY07 to track and account for the contributions received for specifically designated purposes. This Fund is a 501C-3.