

Memorandum



CITY OF DALLAS

DATE September 22, 2023

TO Honorable Mayor and Members of the City Council

SUBJECT **FY 2023-24 Adopted Budget**

Thank you for your participation and commitment to the City's budget development and approval process. On Wednesday, September 20, the City Council completed all steps required to adopt the FY 2023-24 operating, capital, and grants/trusts budgets. After receiving the City Manager's recommended budget on August 8, the City Council approved 6 amendments (attached) that were incorporated into the budget prior to final adoption. We will update both the on-line and printed budget documents to reflect the adopted budget and make those available in November.

The FY 2023-24 budget delivers Real, Equitable, Accountable, and Legitimate (R.E.A.L.) Engagement for the community we serve by making investments that improve the lives of Dallas residents. The budget totals \$4.6 billion including the General Fund, Enterprise Funds, and Capital Funds. In addition to this, the budget ordinance approved on September 20 included \$247.9 million of appropriations for Internal Service Funds and the Employee Retirement Fund operation that are accounted for separately. The budget appropriation ordinance totaled \$4.9 billion.

As we do every year, we will closely monitor revenues and expenses, performance metrics, and significant budget initiatives and report to you monthly through the Budget Accountability Report (BAR). This report is provided to the Government Performance and Financial Management Committee, as well as the entire City Council.

If you have any questions, please contact me or Janette Weedon, Director of Budget and Management Services.

A handwritten signature in blue ink that reads "Jack Ireland".

Jack Ireland
Chief Financial Officer

[Attachment]

c: T.C. Broadnax, City Manager
Tammy Palomino, Interim City Attorney
Mark Swann, City Auditor
Billerae Johnson, City Secretary
Preston Robinson, Administrative Judge
Kimberly Bizer Tolbert, Deputy City Manager
Jon Fortune, Deputy City Manager

Majed A. Al-Ghafry, Assistant City Manager
M. Elizabeth (Liz) Cedillo-Pereira, Assistant City Manager
Robert Perez, Assistant City Manager
Carl Simpson, Assistant City Manager
Genesis D. Gavino, Chief of Staff to the City Manager
Directors and Assistant Directors

FY 2023-24 Budget Amendments

Amendments Receiving Majority Support from the Mayor and Members of the City Council on September 6, 2023

City Manager - TC Broadnax		Amendment Number	
		1	
Source of Funds	Amount	Use of Funds	Amount
Court & Detention Services - Transfer eight Court & Detention Services (City Detention Center, City Marshal's Office, Low Sterrett Jail Contract, Security Services, School Crossing Guard Program, Sobering Center, Marshal's Park Enforcement, and Environmental Crimes Division) and establish a new office - City Marshal's Office. The remaining services (Municipal Court Services and Parking Adjudication Office) will be focused on court services.	31,014,617	City Marshal's Office - Transfer eight Court & Detention Services (City Detention Center, City Marshal's Office, Low Sterrett Jail Contract, Security Services, School Crossing Guard Program, Sobering Center, Marshal's Park Enforcement, and Environmental Crimes Division) and establish the City Marshal's Office (ongoing cost of \$31,537,330 in FY 2024-25). This new office will better support Texas Commission on Law Enforcement (TCOLE) certified officers.	31,014,617
Total Source of Funds	31,014,617	Total Use of Funds	31,014,617
City Council Action (yes/no/withdrawn)	Yes - 9/6/23	Difference	0

Council Member Lead - Ridley		Amendment Number	
		14	
Source of Funds	Amount	Use of Funds	Amount
Human Resources - Reduce the budget to the 2022-23 budget plus required contractual salary, benefit, and pension increases.	126,501	Decrease the tax rate.	126,501
Total Source of Funds	126,501	Total Use of Funds	126,501
City Council Action (yes/no/withdrawn)	Yes - 9/6/23	Difference	0

Council Member Lead - Ridley		Amendment Number	
		15	
Source of Funds	Amount	Use of Funds	Amount
Public Works - Reduce the budget for the Real Estate division within Public Works to forecast 2023 level, plus required contractual salary, benefit, and pension increases.	95,599	Decrease the tax rate.	95,599
Total Source of Funds	95,599	Total Use of Funds	95,599
City Council Action (yes/no/withdrawn)	Yes - 9/6/23	Difference	0

FY 2023-24 Budget Amendments

Amendments Receiving Majority Support from the Mayor and Members of the City Council on September 6, 2023

Council Member Lead - Ridley	Amendment Number	18	
Council Member Amendment: Willis			
Source of Funds	Amount	Use of Funds	Amount
Communications, Outreach, & Marketing - Reduce the budget to the 2022-23 forecast plus required contractual salary, benefit, and pension increases.	611,965	Public Works - Increase contribution to street maintenance	611,965
Retained \$100,000 for crisis communication, and \$100,000 for equitable language access.			
Total Source of Funds	611,965	Total Use of Funds	611,965
City Council Action (yes/no/withdrawn)	Yes - 9/6/23	Difference	0

Council Member Lead - Bazaldua	Amendment Number	28A	
Source of Funds	Amount	Use of Funds	Amount
Public Works - Reduce allocation for Sidewalk Mater Plan Improvements.	1,000,000	Public Works - Add funding for PW 50/50 Sidewalk for City Side (using \$1M from Sidewalk Master Plan Improvements). #2 One-Time.	1,000,000
Non-Departmental - Eliminate Internal Contingency - use for items #42 & #43	1,000,000	City Attorney's Office - Add funding for CAO Short-term rental ordinance legal support. #7	36,770
Mayor and City Council - Eliminate one-time funding for Mayor Pro Tem/Deputy Mayor Pro Tem mid-election cycle office swaps. One-Time.	20,000	Code Compliance Services - Add funding to Code Compliance, 3 positions for Keep Dallas Beautiful Program. #12	400,000
Mayor and City Council - Remove funding from various office related expenses (previously allocated for Council Member Mileage Stipend).	168,000	Office of Environmental Quality & Sustainability - Add funding for Lawn Equipment Transition Program. One-Time.	750,000
Code Compliance - Eliminate additional demolition funding.	250,000	Office of Homeless Solutions - Add funding for solicitation of Sanction Encampment partnership. One-Time.	1,000,000
Non-Departmental - Eliminate funding for the IT Governance committee to use for the General Fund portion of Citywide IT projects.	1,000,000	Public Works - Add funding for street maintenance and resurfacing. One-Time.	2,500,000
Dallas Police Department - Reduce the number of Officers hired from 290 to 250 officers - ending FY24 with 3,144 officers. Reduce the class 398 and 399 from 42 to 22 - no change to remaining classes. One-Time.	3,150,200	Small Business Center - Add funding for Mobile Unit Refurbishment. One-Time.	349,000
Various - Eliminate [147] positions that have been vacant for 12+ months.	6,895,000	Dallas Police Department - Add funding for 80 flock cameras; add gun detection system. One-Time.	450,000
		Non-Departmental - Increase contracts with state lobbyists.	143,000
		Non-Departmental - Increase contracts with federal lobbyists (last increase 2008).	19,000
		Decrease the tax rate by 0.35 cents = total 1 cent reduction.	6,835,430
Total Source of Funds	13,483,200	Total Use of Funds	13,483,200
City Council Action (yes/no/withdrawn)	Yes - 9/6/23	Difference	0

FY 2023-24 Budget Amendments

Amendments Receiving Majority Support from the Mayor and Members of the City Council on September 20, 2023

Council Member Lead - Bazaldua		Amendment Number	
		2	
Council Member Co-Sponsor(S):			
Source of Funds	Amount	Use of Funds	Amount
Public Works - Reduce additional contribution to Street Maintenance.	525,000	Dallas Animal Services - Add funding for After-Hours Vet Care.	150,000
Staff comment: Amendment #18 approved by City Council on September 6 increased street maintenance funding in the amount of \$611,965.		Code Compliance Services - Add additional funding for demolition.	250,000
		Human Resources - Add funding for Biennial Market Study (benchmarking).	75,000
		Human Resources - Add funding for training, development, mentoring program, and college & high school internship programs.	50,000
Total Source of Funds	525,000	Total Use of Funds	525,000
City Council Action (yes/no/withdrawn)	Yes - 9/20/23	Difference	0