



FY 2017-2018 PROPOSED BUDGET PRESENTATION

Public Hearing #1 - August 24, 2017
Public Hearing #2 – August 31, 2017



SUMMARY OF ALL FUNDS

Fund	Proposed Revenue	Proposed Expenditures	Surplus/(Deficit)
General	\$3,313,436	\$3,265,069	\$48,367
Utility	1,799,500	1,797,601	1,899
Solid Waste	636,000	633,301	2,699
Restricted Parks	555,050	582,700	(27,650)
Hotel Tax	18,550	5,300	13,250
Street Maintenance Sales Tax	151,000	175,000	(24,000)
Police Seizure	-0-	-0-	-0-
Law Enforcement Education	1,150	-0-	1,150
City Wide Cleanup	19,500	23,440	(3,940)
Court Technology	2,000	-0-	2,000
Court Building Security	1,600	-0-	1,600
Debt Service	987,347	1,008,354	(21,007)
Government Equip Replacement	25,000	-0-	25,000
Utility Equipment Reserve	28,045	-0-	28,045
AMR Project	-0-	-0-	-0-
CDBG Grant# 7216199	58,750	78,000	(19,250)
TOTAL ALL FUNDS	\$7,596,928	\$7,568,765	\$28,163

OPERATING FUNDS

- General Fund
 - Utility Fund
 - Solid Waste Fund
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General Fund

Unreserved Fund Balance @ 10/1/2016: \$579,943

FY 2017 Projected Change to FB (pg22): \$82,379

Projected Fund Balance @ 9/30/2017: \$662,322 **74 days**

	FY 2017 Budget	FY 2018 PROPOSED	Increase (Decrease)
Revenues (pg5)	\$3,039,406	\$3,313,436	\$274,030
Expenditures (pg21)	\$3,010,833	\$3,265,069	\$254,236
Non-Departmental (pg6)	172,139	216,535	44,396
Animal Control (pg8)	90,359	93,873	3,514
Fire (pg11)	492,638	567,414	74,776
Finance (pg12)	212,533	219,426	6,893
Code Compliance (pg13)	143,611	148,965	5,354
Administration (pg15)	378,822	390,362	11,540
Police (pg17)	869,249	992,934	123,685
Streets (pg19)	495,609	453,906	(41,703)
Parks (pg20)	88,194	113,863	25,669
Municipal Court (pg21)	67,679	67,791	112

FY 2018 Proposed BUDGET Surplus (pg22): \$48,367 **5 days**
 Projected Ending Fund Balance @ 9/30/2018: \$710,689 **79 days**



General Fund – Significant Factors

		Amount
	<u>Revenue Changes</u>	
	Increase property tax values & rate from \$0.5472 to \$0.56313	\$154,196
	Increase to Fire Protection Contracts	53,367
	Finance Proceeds for Police Vehicles	110,000
	Reduced building permits	(10,000)
	Reduced grant proceeds	(14,270)
	Reduced sale of assets	<u>(18,500)</u>
		\$274,793
	<u>Expenditure Changes</u>	
Non-Dept	Employee raises (3%)	\$40,785
Non-Dept	Contingency	25,000
Fire	Personnel to increase 2 Firefighters per shift	89,000
Finance	Tax Collection fees	4,000
Code	Unsafe Building Program	5,000
Admin	Deer Management Program	5,000
Admin	Legal Expense	(15,000)
Police	Vehicles	110,000
Police	Capital – digital evidence & body cam system	15,000
Streets	Paving (offset in Street Maintenance fund)	(65,000)
Streets	Equipment Rental	15,000
Parks	Personnel – increase from ½ year to full year	<u>20,000</u>
		\$248,785



Utility Fund

Retained Earnings @ 10/1/2016: \$3,741,508
 FY 2017 Projected Change to RE (pg31): 2,675
 Projected Retained Earnings @ 9/30/2017: \$3,744,183

Projected Available Operating Capital @ 9/30/2017:
 $\$274,589 + \$108,623 = \$383,212$ 77 days

	FY 2017 Budget	FY 2018 PROPOSED	Increase (Decrease)
Revenues (pg24)	\$1,700,055	\$1,809,500	\$109,445
Expenditures (pg30)	\$1,697,607	\$1,807,601	\$109,994
Non-Departmental(pg25)	715,407	725,007	9,600
Surface Water (pg28)	870,523	946,000	75,477
Ground Water (pg29)	24,050	48,000	23,950
Customer Service(pg30)	87,627	88,594	967

FY 2018 Proposed BUDGET Change to Retained Earnings (pg31): \$1,899
 Projected Ending Retained Earnings @ 9/30/2018 : \$3,746,082

Projected Available Operating Capital @ 9/30/2018:
 $\$276,488 + \$136,668 = \$413,156$ 83 days



Utility Fund – Significant Factors

		Amount
	<u>Revenue Changes</u>	
	Increase water rates	\$56,000
	NEW Capital Replacement Fee (\$2/month/customer)	<u>53,000</u>
		\$109,000
	<u>Expenditure Changes</u>	
Non-Dept	Employee Raises (3%)	\$9,600
Surface	Personnel pay increases & costs	11,000
Surface	Rate Study	15,000
Surface	AMR Meters	11,000
Surface	Repair storage tank ladders	35,000
Surface	Repair pump & motors	10,000
Surface	Dewatering Equipment	40,000
Surface	Transfer for CDBG grant match	(41,250)
Ground	Repair & Maintenance - Tanks	14,000
Ground	Security Fencing	<u>7,000</u>
		\$111,350



Solid Waste Fund

Retained Earnings @ 10/1/2016: \$50,773
 FY 2017 Projected Change to RE (pg33): 6,727
 Projected Retained Earnings @ 9/30/2017: \$57,500

	FY 2017 Budget	FY 2018 PROPOSED	Increase (Decrease)
Revenues (pg32)	591,000	636,000	45,000
Expenditures (pg33)			
SW Collection	499,300	540,000	40,700
Personnel & Supplies	43,904	47,145	3,241
Internal Fees to GF	<u>46,156</u>	<u>46,156</u>	<u>-0-</u>
Total Expenditures	589,360	633,301	43,941

Significant Factors:

- The Solid Waste Fund includes a Franchise Fee expense and General Administration expense to be paid to the General Fund

FY 2018 Proposed BUDGET Change to RE (pg33): \$ 2,699
 Projected Ending Retained Earnings @ 9/30/2018: \$ 60,199

SPECIAL REVENUE FUNDS

- Restricted Parks Fund
 - Hotel Tax Fund
 - Street Maintenance Sales Tax Fund
 - Police Seizure Fund
 - Law Enforcement Education Fund
 - City Wide Cleanup Fund
 - Court Technology Fund
 - Court Building Security Fund
 - Debt Service Fund
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Restricted Park Fund

Unreserved Fund Balance @ 10/1/2016: \$52,387
 FY 2017 Projected Change to FB (pg35): (\$24,731)
 Projected Fund Balance @ 9/30/2017: \$27,656

	FY 2017 Budget	FY 2018 PROPOSED	Increase (Decrease)
Revenues (pg34)	35,100	555,050	519,950
Expenditures (pg35)	55,500	582,700	527,200

Significant Factors:

- New TPW Multi-Sport complex grant of \$500,000 included
- Includes \$50,000 for grant administration
- Decreased transfer to GF for park maintenance to \$24,700 (from \$45K)
- \$8,000 Parks Committee Projects

FY 2018 Proposed BUDGET Change to FB (pg35): \$ (27,650)
 Projected Ending Fund Balance @ 9/30/2018: \$ 6



Hotel Tax Fund

Unreserved Fund Balance @ 10/1/2016: \$101,258
 FY 2017 Projected Change to FB (pg37): \$ 16,147
 Projected Fund Balance @ 9/30/2017: \$117,405

	FY 2017 Budget	FY 2018 PROPOSED	Increase (Decrease)
Revenues (pg36)	18,200	18,550	350
Expenditures (pg37)	3,500	5,300	1,800

Significant Factors:

- Decrease in Registered Short Term Rentals – 23 to 16
- Continues to support Christmas by the Highway
- NEW \$1,000 for promotion of tourism

FY 2018 Proposed BUDGET Change to FB (pg37): \$ 13,250
 Projected Ending Fund Balance @ 9/30/2018: \$ 130,655



Street Maintenance Sales Tax Fund

Unreserved Fund Balance @ 10/1/2016: \$13,227
 FY 2017 Projected Change to FB (pg39): \$11,025
 Projected Fund Balance @ 9/30/2017: \$24,252

	FY 2017 Budget	FY 2018 PROPOSED	Increase (Decrease)
Revenues (pg38)	120,000	151,000	31,000
Expenditures (pg39)	120,000	175,000	55,000

	2015-2016	2016-2017	2017-2018
General Fund – Street Department	\$ 100,000	\$ 80,000	\$ 25,000
Street Maintenance Fund – Sales Tax	<u>\$ 34,000</u>	<u>\$120,000</u>	<u>\$175,000</u>
Total Street Maintenance	<u>\$ 134,000</u>	<u>\$200,000</u>	<u>\$200,000</u>

Significant Factors:

- Granite Shoals voters approved an increased sales tax for Street Maintenance from 0.25% to 1% effective 10/1/2016.
- FY2018 includes a planned draw on fund balance
- Proposed bond projects have not been included; if approved by voters in November, the budget will be amended to include the projects

FY 2018 Proposed BUDGET Change to FB (pg39): (\$ 24,000)
 Projected Ending Fund Balance @ 9/30/2018: \$ 252



City Cleanup Fund

Unreserved Fund Balance @ 10/1/2016: \$32,127
 FY 2017 Projected Change to FB (pg45): \$(5,103)
 Projected Fund Balance @ 9/30/2017: \$27,024

	FY 2017 Budget	FY 2018 PROPOSED	Increase (Decrease)
Revenues (pg44)	29,365	19,500	(9,865)
Expenditures (pg45)	23,130	23,440	310

Significant Factors:

- FY2017 included grant funds
- Continued customer monthly fee of \$0.75
- FY2018 included a planned draw on fund balance

FY 2018 Proposed BUDGET Change to FB (pg45): (\$ 3,940)
 Projected Ending Fund Balance @ 9/30/2018: \$ 23,084



Debt Service Fund

Unreserved Fund Balance @ 10/1/2016: \$429,048
 FY 2017 Projected Change to FB (pg53): (33,012)
 Projected Fund Balance @ 9/30/2017: \$396,036

	FY 2017 Budget	FY 2018 PROPOSED	Increase (Decrease)
Revenues (pg50)	965,170	987,347	22,177
Expenditures (pg53)	1,003,282	1,008,354	5,072

Significant Factors:

- The I&S portion of the property tax rate will be reduced from \$0.21870 (FY2017) to \$0.21485 for FY 2018.
- FY2018 includes a continued plan of draw-down on I&S fund balance.

FY 2018 Proposed BUDGET Change to FB (pg53): \$ (21,007)
 Projected Ending Fund Balance @ 9/30/2018: \$ 375,029



Minor Special Revenue Funds

Fund Name	PROJECTED Fund Balance @ 9/30/2017	FY 2018 PROPOSED Revenues	FY 2018 PROPOSED Expenditures	PROJECTED Fund Balance @ 9/30/2018
Police Seizure Fund (pg40-41)	2,178	-0-	-0-	2,178
Law Enforcement Educ Fund (pg42-43)	4,958	1,150	-0-	6,108
Court Technology Fund (pg46-47)	5,422	2,000	-0-	7,422
Court Building Security Fund (pg48-49)	4,295	1,600	-0-	5,895

CAPITAL PROJECT FUNDS

- Government Equipment Replacement Fund
 - Utility Equipment Reserve
 - Automatic Meter Read Project (close FY2016)
 - CDBG #7216199
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Equipment Reserves

Fund Name	PROJECTED Fund Balance @ 9/30/2017	FY 2018 PROPOSED Revenues	FY 2018 PROPOSED Expenditures	PROJECTED Fund Balance @ 9/30/2018
Government Equip Reserve Fund (pg54-55)	-0-	25,000	-0-	25,000
Utility Equip Reserve Fund (pg56)	108,623	28,045	-0-	136,668

Significant Factors:

- Government Reserve - Funds are being set aside for the replacement of large fire department capital items
- Utility Reserve – Customer assessment is proposed to be increased from \$0.50/month to \$1.00/month in FY2018



Utility Projects

Fund Name	PROJECTED Fund Balance @ 9/30/2017	FY 2018 PROPOSED Revenues	FY 2018 PROPOSED Expenditures	PROJECTED Fund Balance @ 9/30/2018
AMR Project (pg57-58)	-0-	-0-	-0-	-0-
CDBGrant #(pg59-60)	19,250	58,750	78,000	-0-

Significant Factors:



FY 2017-2018

2017 PROPOSED TAX RATE

Public Hearing #1 - August 24, 2017

Public Hearing #2 – August 31, 2017



Taxable Values & Tax Rate Split

	2016 CURRENT	2017 PROPOSED	Change (Current to Proposed)
Taxable Value – over 65	\$85,740,382	\$90,660,607	\$4,920,225
Over 65 & disability levy (revenue)	\$294,247	\$312,519	\$18,272
Adjusted Taxable Value	\$381,081,531	\$398,934,988	\$17,853,457
TOTAL TAXABLE VALUE	\$466,821,913	\$489,595,595	\$22,773,682
Maintenance & Operation	0.32850/\$100	0.34828/\$100	0.01978/\$100
Interest & Sinking	0.21870/\$100	0.21485/\$100	(0.00385)/\$100
Total Tax Rate	0.54720/\$100	0.56313/\$100	0.01593/\$100



Tax Rate Split & Revenues

	2016 <u>CURRENT</u>	2017 <u>PROPOSED</u>
Maintenance & Operation	0.32850/\$100	0.34828/\$100
Interest & Sinking	0.21870/\$100	0.21485/\$100
Total Tax Rate	0.54720/\$100	0.56313/\$100
Change from Current		0.01593/\$100
 <u>REVENUE</u>		
M&O (General Fund)	\$1,428,498	\$1,582,695
I&S (Debt Fund)	\$954,170	\$976,347
Total required for debt service		\$(1,008,354)
Penalty & Interest revenue		\$11,000
One-time reduction in Fd Bal		\$(21,007)



Tax Impact on Proposed Rate increase

- Property tax Impact to an owner on \$100,000 property value without the over 65 exemption:

	<u>Current</u>	<u>Proposed</u>
➤ Property Value	\$100,000	\$100,000
➤ Property Tax rate/\$100	<u>x .54720</u>	<u>x .56313</u>
➤ Annual Property Tax due	\$ 547.20	\$ 563.13
➤ <u>Annual</u> increase on a \$100,000 property		\$ 15.93
➤ <u>Monthly</u> increase on a \$100,000 property		\$ 1.33

There would be no increase in taxes for the over 65 and disability tax ceiling (exemption)