

Mid Year Budget
Update
City of McKinney
Budget Department



- MONEY MAGAZINE 2014 -



GENERAL FUND

Mid-Year Revenue Update

REVENUES	Revised Budget FY 2015-16	YTD Actual 3/31/2016	% of Budget Collected
Taxes	84,061,609	73,213,899	87%
Franchise Fees	13,694,000	6,997,855	51%
Licenses & Permits	8,000,000	5,538,369	69%
Charges and Fines	6,464,350	2,967,601	46%
Other Revenues	1,215,500	1,033,688	85%
Transfers	3,550,728	1,667,222	47%
Total Revenues and Transfers	\$116,986,187	\$91,418,634	78%

Mid-Year Revenue Update

General Fund

Significant Increases

- Delinquent Property Tax-\$350,000
- Sales Tax-\$1,000,000
- CoServ Gas Franchise-\$100,000
- AT&T Video Franchise-\$225,000
- Building Permits-\$500,000
- Engineering Inspections-\$250,000
- Traffic & Jail Time - \$100,000

Net Increase in Revenue \$3,700,000

Mid-Year Revenue Update

General Fund

Other Notes


- Property Tax on target
- Sales Tax tracking above expectations
- Building Permits equivalent to last year
- We will be watching Sales Tax, Engineering Inspections, and Building Permits carefully
 - Large amounts
 - Indicators of local conditions and future growth



General Fund Expenditures

Mid-Year Expenditure Update

EXPENDITURES	Revised Budget FY 2015-16	YTD Actual 3/31/2016	% of Budget Spent
General Government	24,773,782	12,765,924	52%
Public Safety	53,020,613	24,873,498	47%
Development Services	10,210,632	5,026,408	49%
Public Works	11,424,300	5,633,141	49%
Parks and Library	12,124,098	5,355,902	44%
Transfers	7,055,143	5,776,617	82%
Total Expenditures & Transfers	\$118,608,568	\$59,431,490	50%



Mid-Year Expenditure Update General Fund Significant Changes

- Salary Savings - \$1,800,000
- Decreased Impact of Compensation Study-\$750,000
- Fuel Savings-\$300,000
- Increase to Construction Cost of Fire Station #9 - \$600,000

Net Decrease in Expenditures \$2,250,000

General Fund Contingency

- Operating Contingency \$400,000 for FY16
- All Expenditures must be approved by City Managers Office
- Public Works - \$4,000 for Desks/Cubicles
- Budget Department - \$8,400 for Budget Office renovation
- Police Department - \$200,000 Data Storage for Body Cameras

Mid-Year Expenditure Update

General Fund

Proposed Appropriation Revisions

- Strategic Management Software - \$108,900
- Legal Fees - \$600,000
- Police SRO - \$94,784
- Retained Vehicle Replacement & Depreciation - \$1,461,906
- Street Rehab Projects - \$2,000,000
- ERP & Municipal Court Software - \$1,500,000



Other Funds

Mid-Year Expenditure Update

Other Funds

Proposed Appropriation Revisions

- Hotel/Motel Fund
 - Legal Fees - \$20,000
- Airport Fund
 - Hangar Repairs/Renovations - \$420,000
- Water/Wastewater
 - Equipment Replacement/Motor Vehicles - \$268,950
- Equipment/Facilities
 - Renovate Office Lease Space - \$800k



FY17 Preview

Revenue Projections

- Conservative Estimates
- 10% Property Valuation Growth
 - 7.5% Existing Value
 - 2.5% New Growth
- Sales Tax Equivalent to Year End FY16
- 4% Franchise Fee Growth
- Building Permit and Engineering Inspections flat
- Total Revenue increase of 6.8% over FY16 Original Budget
- Will refine over next 2 months

Expenditure Projections

- 3% Merit Pool Increase
- Increase for OPEB
 - Reduce Overall Liability
- 5% Health Insurance Increase
- Continued funding of depreciation
- Cost of Fire Station #9
 - Full Cost of 18 Sworn Fire Personnel
 - One time equipment costs
- Will address other Public Safety staffing needs
- Will refine over next 2 months

FY17 Other Funds

- 10% Increase of Water Costs from NTMWD to be passed through
- Water/Wastewater Rate Study Ongoing
 - Results in August/September
- Introduction of new fund for Aquatics Facility
 - Cost neutrality guaranteed by MCDC for 3 years
- All operations funds projected to be balanced or surplus

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