

2016-17 Mid-Year Budget Update



GENERAL FUND REVENUES



Mid-Year Revenue Update

REVENUES	Revised Budget FY 16-17	YTD Actual 5/31/2017	% of Budget Collected
Taxes	92,007,655	85,897,710	93%
Franchise Fees	14,292,000	9,860,952	69%
Licenses & Permits	8,693,500	9,327,210	107%
Charges and Fines	6,982,800	3,491,588	50%
Other Revenues *	2,293,097	10,543,658	460%
Transfers	2,751,968	1,834,645	67%
Total Revenues and Transfers	\$127,021,020	\$120,955,763	95%

** Received lawsuit settlement funds (\$9M)*



Mid-Year Revenue Update

Significant Increases

- Delinquent Property Tax - \$155,000
- Sales Tax - \$750,000
- Time Warner Cable Franchise - \$100,000
- Water/Wastewater Franchise - \$300,000
- Building Permits-\$2,000,000
- Engineering Inspections-\$100,000
- Fire Plan Reviews - \$100,000
- Ambulance Service - \$100,000

Net Increase in Revenue \$3,600,000



Mid-Year Revenue Update

Other Notes

- Property Tax on target
- Sales Tax tracking above expectations
- Building Permits tracking above expectations
- 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 16-17	YTD Actual 5/31/2017	% of Budget Spent
General Government	23,847,865	18,569,811	78%
Public Safety	58,966,096	36,828,010	62%
Development Services	10,896,342	6,354,846	58%
Public Works	11,995,391	6,639,102	55%
Parks and Library	12,586,136	7,808,372	62%
Transfers	10,382,113	9,006,965	87%
Total Expenditures & Transfers	\$128,673,943	\$85,207,106	66%



Mid-Year Expenditure Update

Significant Changes

- Salary Savings - \$1,650,000
- Increased Water for Parks - \$165,000
- Increased Electric for Street Lights - \$150,000

Net Decrease in Expenditures \$1,335,000



Mid-Year Expenditure Update

- Operating Contingency \$379,178 for FY17
- All Expenditures must be approved by City Managers Office
 - Capital Outlay - \$40,000
 - Maintenance - \$19,000
 - Computer Hardware/Software - \$27,500
 - Internship - \$6,500
 - New Office Lease - \$59,000



Mid-Year Expenditure Update

Proposed Appropriation Revisions

- Computer Hardware/Software - \$58,700
- Police Body Cameras - \$500,000
- Janitorial Contract Increase - \$120,000
 - Changed contractor
- Transfer to Capital Equipment Replacement/Facility Maintenance Fund
 - Parks / Street Maintenance - \$1,500,000
- Transfer to Risk Fund – Property Claims - \$300,000
- Columbus Realty (9 acre site) - \$3,936,000



OTHER FUNDS



Mid-Year Expenditure Update

Proposed Appropriation Revisions

- Water/Wastewater
 - New Meters - \$275,000
 - Revenue Bond Interest - \$4,500,000
- Solid Waste Fund
 - Contract Waste Removal - \$20,000
- Hotel/Motel Fund
 - Collection Lawsuit - \$20,000
- Risk Fund
 - Property Claims - \$300,000



Mid-Year Expenditure Update

Proposed Appropriation Revisions (Cont.)

- Library Gift Fund
 - Book Mobile - \$70,000
- Technology Improvement Fund
 - ERP RFP Consultant - \$125,000
 - Municipal Court Software Project - \$640,000
 - Citywide Conference Room A/V Upgrade - \$80,000
- Capital Equipment Replacement Replacement/Facility Maint Fund
 - Parks / Street Maintenance - \$1,500,000
- MPAC
 - Thermal Printer - \$3,566



FY18 PREVIEW



General Fund Revenue Projections

- Conservative Estimates
- 10.6% Property Valuation Growth
 - 5.9% Existing Value
 - 4.6% New Growth
- 3.39% Sales Tax Growth over Year End FY17
- 3% Franchise Fee Growth
- Building Permit and Engineering Inspections increase
- Will refine over next 2 months



Preliminary Taxable Valuation

- **2016 Total Certified Value - \$17.28 Billion**
- **Existing Valuation**
 - Preliminary Increase of 5.9% on Current Property
 - Aggregate estimate – further breakdown to come from CCAD by July 25th
- **New Construction**
 - Preliminary Addition of 4.6% in New Property
 - Total Preliminary Value of New Construction – \$793 Million
 - Aggregate estimate – further breakdown to come from CCAD by July 25th
- **2017 Average Homestead Market Value**
 - Preliminary Average of \$319,000



New Sales Tax Projection Index

Composite Index of Local Economic Indicators	
Fed Median GDP Projection	10-Year Rolling Average
5-Year Rolling Average	10-Year Dallas Fed PCE
Average of Composite Index: 3.39%	



General Fund Expenditure Projections

- 3% Merit Pool Increase
- 6%-7% Health Insurance Increase
 - Without plan change, could be 10%
- Continued funding of depreciation
- Funding of new office leases
 - 210 Tennessee & 115 Industrial
- Increased funding for various street projects
- Will address staffing needs
- Will refine over next 2 months



Other Fund Projections

- 10% Increase of Water Costs from NTMWD to be passed through
- Water/Wastewater Rate Study Ongoing
 - Results in August/September
- All operations funds projected to be balanced



Important Dates Ahead

- June 19th – 2017 Mid-Year Budget Update
- June 20th – 2017 Mid-Year Budget Amendment
- July 25th – Receive Certified Tax Roll
- July 31st – Tax Rate Record Vote
- ***August 4th – Budget Work Session***
- ***August 15th – 1st Public Hearing on Tax Rate***
- ***September 5th***
 - 1st Public Hearing on Budget
 - 2nd Public Hearing on Tax Rate
- ***September 19th***
 - 2nd Public Hearing on Budget & Final Budget Adoption
 - Ratification of Property Tax Revenue Increase
 - Tax Rate Adoption
 - Fee/Rate Change Adoption



Questions

