

**FISCAL IMPACT
CONTINUED**

Adjustment	Revenue	Expenditure	Net
Street Fund:			
Revenue Adjustments	\$844,900		\$844,900
Personnel Expenses		(443,000)	(443,000)
Operating Expenses		(535,000)	(535,000)
Transfers Out		445,000	445,000
Street Fund Total	\$844,900	(\$533,000)	\$1,377,900
Fleet Fund:			
Revenue Adjustments	(\$1,877,000)		(\$1,877,000)
Operating Expenses		(1,203,250)	1,203,250
Fleet Fund Total	(\$1,877,000)	(\$1,203,250)	(\$673,750)
Parking Garage Fund			
Revenue	\$306,400		\$306,400
Total Garage Fund	\$306,400		\$306,400
Total All Funds	\$2,581,441	\$1,570,891	\$1,010,550

RECOMMENDATION

Approval of the ordinance.

BACKGROUND

Each year, the Board considers adjustments to the adopted budget. Fourteen (14) adjustments should be made to the FY19 Budget to reflect changes to the General, Street, Fleet, and Parking Garage Funds that have occurred since the adoption of the 2019 Budget in Ordinance No. 21,683 passed on December 18, 2018, and the first 2019 Budget Amendment in Ordinance No. 21,747 passed on June 4, 2019.

Budget Adjustments for General Fund Revenues: General Fund revenues will be adjusted for the increase in estimated Property Tax Revenues, Sales Tax Revenues, Franchise Fees, intergovernmental revenues, and contributions; partially offset by decreases in licenses and permits, net charges for services (Parks, Zoo, Golf, Jim Daily Fitness and Aquatics, River Market, Police Services, and Fire Services), and fines and fees

**BACKGROUND
CONTINUED**

Property Taxes	\$187,622
Sales Taxes	1,699,700
Licenses and Permits	(413,900)
Franchise Taxes	232,500
Intergovernmental Revenues	338,896
Charges for Services	
Parks	(6,000)
River Market	(130,000)
Golf	(159,163)
Jim Dailey Fitness and Aquatics	50,000
Zoo	(331,240)
Police Services	(85,500)
Fire Services	170,800
Fines and Fees	(100,660)
Contributions (LRCVB)	1,221,184
Net increase to General Fund Revenues	<u>\$2,674,239</u>

Adjust the General Fund for changes in revenues and expenses dedicated to the Local Police and Fire Pension Plans: An adjustment to reflect the increase in the budget for the dedicated 1 mil property tax levies and the increase in the annual Intergovernmental Pension Turnback Funds received in July and for Police and Fire Pensions. These revenues are dedicated to the closed Police and Fire Pension Funds and are directly offset by a net increase in the pension contributions to those plans.

Revenue:

Pension Property Tax Levies	\$42,732
Intergovernmental – Insurance Turnback	<u>392,506</u>
	<u>\$435,238</u>

Expense:

Fire – Pension Contribution	\$242,468
Police – Pension Contribution	<u>192,770</u>
	<u>\$435,238</u>

Net Impact to General Fund **\$0**

Adjust personnel cost for Fire overtime, additional anticipated Vacation/Sick Leave payouts for retiring employees, and changes in actuarially determined contributions to the Other Post Employment Benefit Plan (OPEB) and the closed Non-Uniform Defined Benefit Pension Plan:

Expense:

Fire Overtime	\$468,407
Vacation/Sick Leave Payouts	425,000
Increase in OPEB Contribution	606,000

**BACKGROUND
CONTINUED**

Reduction to Non-Uniform Pension Contribution	(431,000)
Net increase to General Fund Expense	<u>\$1,068,407</u>

Adjust the General Fund for increased Operating Expenses.

Expense:	
Human Resources – Civil Service Legal Counsel	\$60,000
General Admin – 311 Division Operations	16,400
General Admin – Performance and Innovation Division Operations and Software Maintenance	119,335
Parks – West Central Radio Station	25,000
Golf – Additional Land Maintenance, Water Usage, Repairs, and Property Tax Associated with the Prior Golf Cart Lease.	80,000
Jim Dailey Fitness – Increased Part-Time Cost to Open the Outdoor Pool for the Summer	<u>24,000</u>
Increase to General Fund Expense	<u>\$324,735</u>

Change in debt service due to prepayment of the note
issued for the Cromwell Building. (offset by contribution
increase):

Expense:	
Debt Service	<u>\$1,137,623</u>
Increase to General Fund Expense	<u>\$1,137,623</u>

Transfers In from return of capital on investments
associated with the closed Fire and Police Pension Funds.
Transfers Out to set aside funds per legal judgement
pending appeal, FEMA match for expenses associated with
the spring flood damage, and improvements to the Jim
Dailey Fitness & Aquatic Center parking lot for ADA
access. The transfer for parking lot improvements is offset
by increased revenue at the Fitness Center:

Transfer In – Return of Capital on Investments	\$197,664
Increase to Transfers In	<u>\$197,664</u>
Transfer Out – Set Aside for Legal Judgement Pending Appeal. Pending Appeal.	\$243,670
Transfer Out – 25% FEMA Match	47,468
Transfer Out – Jim Dailey Parking Lot (ADA)	<u>50,000</u>
Increase to Transfers Out	<u>\$341,138</u>

Net impact to General Fund **(\$143,474)**

**BACKGROUND
CONTINUED**

Allocate Vacancy Savings and Sick/Vacation Payouts experienced through October 2019:

Note: Vacancy Savings and Vacation/Sick Payouts are allocated monthly based on actual savings and retirements/separations from service. The table below reflects the allocations through October 4, 2019, and other personnel adjustments included in the Budget Amendment. Additional allocations will be made monthly through year-end.

	<u>Vacancy Savings</u> 10/5/19	<u>Vac/Sick Payouts</u>	<u>Total</u>	<u>Original Pers. Budget</u>	<u>June 4, 2019 Amendment</u>	<u>Additional Vac Savings, Payouts and Transfers</u>	<u>Revised Pers. Budget</u>
General Government	(55,627)	(1,243,955)	(1,299,582)	8,476,142	(29,074)	425,000	7,572,486
Board of Directors			0	288,053			288,053
Community Programs		697	697	541,555	(28,195)		514,057
City Attorney	(96,767)		(96,767)	1,620,155	(116,283)		1,407,105
District Court - Criminal	(20,556)	33,869	13,313	1,190,425			1,203,738
District Court - Traffic	(611)	66,867	66,256	1,003,141			1,069,397
District Court - Environmental	(12,231)	11,921	(310)	457,408			457,098
Finance	(132,155)	5,105	(127,050)	2,835,621	(39,550)		2,669,021
HR	(103,679)	7,400	(96,279)	1,558,854	(27,799)		1,434,776
IT	(327,209)	28,171	(299,038)	3,439,250			3,140,212
Planning and Development	(179,839)		(179,839)	2,378,013	(23,115)		2,175,059
Housing & Neigh. Programs	(646,565)	34,233	(612,332)	4,640,966	(173,787)		3,854,847
Public Works	(7,533)	3,842	(3,691)	662,712			659,021
Parks & Recreation	(883,057)	57,919	(825,138)	7,604,205	(555,544)	(22,000)	6,201,523
RiverMarket			0	744,114			744,114
Golf	18,848	59,012	77,860	1,271,788	(192,574)		1,157,074
Fitness	(2,376)		(2,376)	572,479		(34,008)	536,095
Zoo	(537,983)	27,295	(510,688)	4,133,854	(16,000)		3,607,166
Fire	(251,070)	156,842	(94,228)	48,421,760	(21,144)	242,468	48,548,856
Police	(2,261,590)	750,782	(1,510,808)	71,799,447	(57,178)	192,770	70,424,231
Vacancy Savings	5,500,000		5,500,000	(5,500,000)			0
	\$0	\$0	\$0	\$158,139,942	(\$1,280,243)	\$804,230	\$157,663,929

**BACKGROUND
CONTINUED**

Street Fund Adjustments:

Adjust the Street Fund for changes in projected revenues:

Property Taxes	(\$60,000)
State Gas Turnback	754,900
Investment Income	<u>150,000</u>
Net increase to Street Fund Revenue	<u>\$844,900</u>

Adjust Street Fund Personnel cost for additional vacancy savings achieved through October and for increased Workers Compensation costs.

Increase to Vacancy Savings through October	(\$558,000)
Increase to Workers Compensation Cost	<u>115,000</u>
Net decrease to Street Fund Expenses	<u>(\$443,000)</u>

Adjust the Street Fund for decreases in operating expenses based on experience:

Decrease Street and Drainage Repairs and Maintenance	(\$150,000)
Decrease Civil Engineering and Street and Drainage Contracts expense to reflect actual expense history	(300,000)
Decrease Traffic Engineering Utility Expense	<u>(85,000)</u>
Net decrease to Street Fund Operating Expense	<u>(\$535,000)</u>

Adjust Street Transfers Out for project allocations that have occurred since the budget was adopted:

Bentley Court Pavement Project	\$130,000
Fire Station 24 Traffic Signal	35,000
University Avenue Signals	<u>280,000</u>
Net increase to Street Fund Transfers Out	<u>\$445,000</u>

Fleet Fund Adjustments:

Adjust the Fleet Fund for changes in projected revenues: Revenues have decreased with lower fuel prices. In addition repair parts and sublet cost has decreased with fleet replacement. Decreased costs reduce billings for internal services.

Fuel User Fee	(\$845,000)
Compressed Natural Gas (CNG)	(325,000)
Parts	(431,000)
Insurance Repairs	(93,000)
Sublet billings for contracted services	<u>(183,000)</u>
Net decrease to Fleet Fund Revenues	<u>(\$1,877,000)</u>

**BACKGROUND
CONTINUE**

Adjust Fleet Operating Expenses based on actual
experience:

Reduced fuel cost	(\$498,250)
CNG fuel cost	(165,000)
Parts cost	(440,000)
Contracted service	(100,000)
Net decrease to Fleet Fund Expenses	<u>(\$1,203,250)</u>

Parking Garage Fund Adjustments:

To adjust Parking Garage Fund for changes in projected
revenues:

Increase Street Cut Revenues	\$396,400
River Market daily parking	(90,000)
Net increase to Parking Garage Revenues	<u>\$306,400</u>