

**OFFICE OF THE CITY MANAGER  
LITTLE ROCK, ARKANSAS**

**BOARD OF DIRECTORS COMMUNICATION  
MAY 5, 2026, AGENDA**

<p><b>Subject:</b> 2025 Fiscal Budget Adjustments for General, Parking Garage, and Waste Disposal Funds Changes; and to Declare an Emergency.</p> <p><b>Submitted By:</b> Finance Department</p>	<p><b>Action Required:</b></p> <p>√ <b>Ordinance</b> Resolution</p>	<p><b>Approved By:</b></p>    <p>Delphone Hubbard City Manager</p>
--	---	--

**SYNOPSIS**

Six (6) adjustments need to be made to the 2025 Fiscal Year Budget to adjust for changes in actual and anticipated revenues and expenditures.

**FISCAL IMPACT**

Adjustment	Revenue	Expenditure	Net
<b>General Fund:</b>			
1. Revenues	\$6,098,223	\$0	\$6,098,223
2. Increase in Departmental Operations	0	7,689,541	(7,689,541)
<b>General Fund Amended Total</b>	<b>\$6,098,223</b>	<b>\$7,689,541</b>	<b>(\$1,591,318)</b>
2025 Amended	265,209,281	264,084,488	1,124,793
<b>General Fund Amended Total</b>	<b>\$271,307,504</b>	<b>\$271,774,029</b>	<b>(\$466,525)</b>

Adjustment	Revenue	Expenses	Net
<b>Waste Disposal Fund</b>			
3. Revenues	\$1,109,455	\$0	\$1,109,455
4. Increase in Departmental Operations		1,426,726	(1,426,726)
<b>Waste Disposal Fund Amendment</b>	<b>\$1,109,455</b>	<b>\$1,426,726</b>	<b>(\$317,271)</b>
2025 Amended	30,072,698	26,543,400	3,529,298
<b>Waste Disposal Fund Amended Total</b>	<b>\$31,182,153</b>	<b>\$27,970,126</b>	<b>\$3,212,027</b>

**FISCAL IMPACT  
CONTINUED**

<b>Adjustment</b>	<b>Revenue</b>	<b>Expenses</b>	<b>Net</b>
<b>Parking Garage Fund</b>			
5. Revenues	\$97,087	\$0	\$97,087
6. Operational Increases	0	6,513	(6,513)
<b>Parking Garage Fund Amendment</b>	<b>\$97,087</b>	<b>\$6,513</b>	<b>\$90,574</b>
2025 Adopted	2,965,579	1,425,755	1,539,824
<b>Parking Garage Fund Amended Total</b>	<b>\$3,062,666</b>	<b>\$1,432,268</b>	<b>\$1,630,398</b>

**BACKGROUND**

Each year, the Board considers adjustments to the Adopted Budget. The six (6) adjustments should be made to the FY 25 Budget to reflect changes to the General Fund, Waste Disposal Fund, and Parking Garage Fund, which have occurred since the adoption of the 2025 Budget via Ordinance No. 22,568 on December 26, 2024, and as amended by Ordinance No. 22,698 on December 16, 2025.

1. Adjustments to General Fund Revenues: General Fund revenues experienced an increase in Property Taxes, Sales Taxes, Charges for Services, Fines and Fees, Franchise Fees, Investment Income and Miscellaneous Revenues.

**Property Taxes** **\$681,200.00**  
*Property taxes ended the year with a 6.08% increase in values.*

**Sales Taxes** **\$2,918,115.00**  
*Sales taxes ended the year 2.3 % higher than last year.*

**Charges for Services** **\$244,208.00**  
*The majority of the increase for this category came from the zoo. The zoo also experienced increased attendance over budget. Rebsamen Golf Course rounds increased over last year.*

**Licenses and Permits** **\$797,000.00**  
*This is increased due to an increase in permitting revenues.*

**Franchise Fees** **\$85,000.00**  
*The majority of the increase is from the Water and Wastewater Utilities.*

**Investment Income** **\$685,000.00**  
*The majority of the increase was due to a fair market adjustment and to a change in the interest allocation methods.*

**BACKGROUND  
CONTINUED**

**Miscellaneous Revenue** **\$687,700.00**  
*Miscellaneous income includes various revenues that are unexpected or one-time in nature.*  
**Net increase to General Fund Revenues** **\$6,098,223.00**

2. Adjust the Departmental Operational expenditures in the General Fund: To increase budgets for unanticipated expenditures and ensure sufficient budget for year end expenditures. Affected account categories shown in the chart below.

DEPARTMENT	Description	Adjustment
911 OPERATIONS	Personnel Services	\$ 798,865
<b>911 OPERATIONS Total</b>		<b>798,865</b>
FIRE	Personnel Services	1,975,534
<b>FIRE Total</b>		<b>1,975,534</b>
HOUSING & NEIGHBOR	Personnel Services	59,273
<b>HOUSING &amp; NEIGHBOR Total</b>		<b>59,273</b>
JIM DAILEY FITNESS	Personnel Services	233,022
JIM DAILEY FITNESS	Services	1,959
JIM DAILEY FITNESS	Contracts	31,000
JIM DAILEY	Utilities	42,000
<b>JIM DAILEY Total</b>		<b>307,981</b>
POLICE	Repairs and maintenance	303,000
POLICE	Personnel Services	3,600,053
<b>POLICE Total</b>		<b>3,903,053</b>
GOLF	Contracts	113,000
GOLF	Personnel Services	109,558
GOLF	Repairs and maintenance	25,000
GOLF	Supplies & Materials	30,000
GOLF	Utilities	35,000
<b>GOLF Total</b>		<b>312,558</b>
ZOO	Contracts	19,000
ZOO	Personnel Services	246,050
ZOO	Services/Other Maintenance	67,227
<b>ZOO Total</b>		<b>332,277</b>
<b>Grand Total</b>		<b><u>\$ 7,689,541</u></b>

**Net increase to General Fund Expenditures** **\$7,689,541.00**

3. Adjust Waste Disposal Fund Revenues: Transfers In and Sanitation fees came in higher than anticipated.

Sanitation fees \$152,455.00  
 Transfers In (asset transfer) \$957,000.00  
**Net increase in Waste Disposal Revenues** **\$1,109,455.00**

**BACKGROUND  
CONTINUED**

4. Adjust Waste Disposal Fund Expenses: Personnel Services and Contracts related to recycling services were higher than budget.

Personnel Costs	\$120,726.00
Contracts	<u>\$1,306,000.00</u>
<b>Net increase in Waste Disposal Expenses</b>	<b>\$1,426,726.00</b>

5. Adjust Parking Garage Revenues: Parking Garage Fund investments performed above budget.

Investment Income	<u>\$97,087.00</u>
<b>Net increase in Parking Garage Revenues</b>	<b>\$97,087.00</b>

6.0 Adjust Parking Garage Operational Expenditures: Property Insurance costs exceeded budget.

Other Insurance	<u>\$6,513.00</u>
<b>Net increase in Parking Garage Expenditures</b>	<b>\$6,513.00</b>

Please note that this budget ordinance adjustment does not indicate the city is engaged in deficit spending. Any difference is covered by revenues they had on hand.