

TO: Honorable Mayor Jack Blalock and City Council Members
FROM: John P. Bohenko, City Manager
DATE: June 7, 2016
Re: Adopted Annual Budget for Fiscal Year 2017

CC: All Department Heads and Reference Books

The City Council adopted resolution #8-2016, General Fund Expenditures in the amount of \$104,947,043 on June 6, 2016 as shown below.

**CITY COUNCIL'S ADOPTED
APPROPRIATIONS JUNE 6, 2016**

MUNICIPAL	\$18,068,670
POLICE	\$9,936,918
FIRE	\$8,230,100
SCHOOL	\$44,684,084
COLLECTIVE BARGAINING	\$432,502
TRANSFER TO INDOOR POOL	\$150,000
NON-OPERATING	\$23,444,769
TOTAL	\$104,947,043

The FY 2017 Proposed Budget was submitted to the City Council on April 28, 2016. As a result of budget worksessions held, the City Council's adopted budget includes two amendments from the proposed FY17 General Fund budget.

- 1) Utilize \$250,000 from Unassigned Fund Balance to offset non-recurring capital outlay projects.
- 2) Reduce Rolling Stock by \$20,000 and fund the Mobile Message Board from the Parking & Transportation special revenue fund.

As a result of the amendments, the adopted FY17 budget will result in an estimated tax rate of \$17.04 per \$1,000 of valuation. This rate is an increase of 25¢ or 1.5% over FY16.

Attached is a revised General Fund Budget Summary for FY17 – Tax Calculation Sheet

**GENERAL FUND BUDGET SUMMARY-FY 2017
TAX CALCULATION**

	FY15 BUDGET	FY16 BUDGET	FY17 City Manager Recommended	% CHANGE FROM FY16	\$\$ CHANGE FROM FY16	FY17 City Council 6-Jun-16	FY17 % Change	FY17 \$\$ Change
OPERATING BUDGET								
General Government	17,126,460	17,667,069	18,068,670	2.27%	401,601	18,068,670	2.27%	401,601
Police	9,354,354	9,617,688	9,936,918	3.32%	319,230	9,936,918	3.32%	319,230
Fire	7,762,440	7,995,603	8,230,100	2.93%	234,497	8,230,100	2.93%	234,497
School	41,806,896	43,382,210	44,684,084	3.00%	1,301,874	44,684,084	3.00%	1,301,874
Collective Bargaining	92,790	312,615	432,502	38.35%	119,887	432,502	38.35%	119,887
Transfer to Indoor Pool	150,000	150,000	150,000	0.00%	0	150,000	0.00%	0
Total Operating Budget	76,292,940	79,125,185	81,502,274	3.00%	2,377,089	81,502,274	3.00%	2,377,089
NON-OPERATING EXPENSE								
Debt Related Costs/TANS	275,000	275,000	275,000	0.00%	0	275,000	0.00%	0
Debt Service Payments	11,231,523	11,756,625	12,595,810	7.14%	839,185	12,595,810	7.14%	839,185
Overlay	1,000,000	950,000	950,000	0.00%	0	950,000	0.00%	0
Property & Liability Ins	318,000	321,000	341,000	6.23%	20,000	341,000	6.23%	20,000
County	4,764,174	5,002,383	5,277,514	5.50%	275,131	5,277,514	5.50%	275,131
Contingency	250,000	250,000	250,000	0.00%	0	250,000	0.00%	0
Rolling Stock	786,300	809,860	976,165	20.54%	166,305	956,165	18.07%	146,305
IT Equipment Replacement	329,450	414,700	406,000	-2.10%	(8,700)	406,000	-2.10%	(8,700)
Capital Outlay	1,600,000	1,765,000	2,000,000	13.31%	235,000	2,000,000	13.31%	235,000
Middle School Upgrade	0	650,000	0	-100.00%	(650,000)	0	-100.00%	(650,000)
Municipal Complex Improvements	1,417,897	0	0	0.00%	0	0	0.00%	0
Other General Non-Operating	349,875	376,449	393,280	4.47%	16,831	393,280	4.47%	16,831
Total Non-Operating Budget	22,322,219	22,571,017	23,464,769	3.96%	893,752	23,444,769	3.87%	873,752
Total Gross Budget	98,615,159	101,696,202	104,967,043	3.22%	3,270,841	104,947,043	3.20%	3,250,841
REVENUES								
Municipal	11,851,986	12,280,240	12,825,575	4.44%	545,335	12,825,575	4.44%	545,335
School	5,623,900	5,790,750	5,986,250	3.38%	195,500	5,986,250	3.38%	195,500
State Revenues	1,355,333	1,433,427	1,489,418	3.91%	55,991	1,489,418	3.91%	55,991
State Revenues-School Building Aid	1,770,305	1,836,305	1,836,305	0.00%	0	1,836,305	0.00%	0
<i>Use of Fund Balance: Unassigned</i>								
Employee Contracts Supplemental Approp	555,500	0	0	0.00%	0	0	0.00%	0
Middle School Upgrades	0	650,000	0	-100.00%	(650,000)	0	-100.00%	(650,000)
Budget Process	200,000	0	0	0.00%	0	250,000	0.00%	250,000
<i>Use of Fund Balance: Committed</i>								
Property Appraisal	73,500	73,500	73,500	0.00%	0	73,500	0.00%	0
Debt Service Reserve	1,500,000	1,500,000	1,700,000	13.33%	200,000	1,700,000	13.33%	200,000
Use of Bond Premium	1,417,897	0	0	0.00%	0	0	0.00%	0
Total	24,348,421	23,564,222	23,911,048	1.47%	346,826	24,161,048	2.53%	596,826
BUDGETED PROPERTY TAX LEVY	74,266,738	78,131,980	81,055,995	3.74%	2,924,015	80,785,995	3.40%	2,654,015
War Service Credits	531,500	522,000	522,000	0.00%	0	522,000	0.00%	0
Adequate Education Formula	(10,129,725)	(10,484,350)	(11,070,907)	5.59%	(586,557)	(11,070,907)	5.59%	(586,557)
State Education Tax	10,129,725	10,484,350	11,070,907	5.59%	586,557	11,070,907	5.59%	586,557
ASSESSED VALUATION WITH UTILITIES	4,182,368,805	4,727,842,643	4,797,842,643	1.48%	70,000,000	4,797,842,643	1.48%	70,000,000
ASSESSED VALUATION NO UTILITIES	4,010,764,710	4,535,259,027	4,605,259,027	1.54%	70,000,000	4,605,259,027	1.54%	70,000,000
MUNICIPAL TAX RATE	14.41	13.40	13.60	1.46%	0.20	13.54	1.04%	0.14
COUNTY TAX RATE	1.16	1.08	1.10	1.85%	0.02	1.10	1.85%	0.02
STATE EDUCATION TAX RATE	2.53	2.31	2.40	3.99%	0.09	2.40	3.99%	0.09
COMBINED TAX RATE	18.10	16.79	17.10	1.83%	0.31	17.04	1.50%	0.25