

FY 2020 Adopted Budget

April 8, 2019

FY 2020 Budget

Highlights

Total Budgets:

- ▶ City Wide: \$227.5M (Increase of \$17.4M / 8.3% over FY 2019)
- ▶ General Fund: \$109.1M (Increase of \$4.8M / 4.63% over FY 2019)

Other Highlights:

- ▶ Capital Projects: \$40.1M (Increase of \$13.5M / 51% over FY 2019)
- ▶ GF Fund Balance: \$20.0M (2020 Projection - Pending FY 2019 Final)

FY 2020 Budget

Changes Between Proposed and Adopted

<u>Version</u>	<u>City Wide Total</u>
FY 2020 Proposed	221,635,408
FY 2020 Adopted	227,542,262
Total Change	5,906,854

Material Change Detail

General Fund	780,000	Utility Billing Dept. transfer from Water; charged back to Enterprise Funds.
General Fund	2,315,000	Local Motor Fuel Tax (LMFT) increase. Transferred to Asphalt & Concrete. (1)
General Fund	125,000	Video Gaming Terminal (VGT) Fee increase. Transferred to Capital Improvement.
Cap Improvement A&C Fund	2,315,000	LMFT revenues transferred from the General Fund to Asphalt and Concrete Fund.
Cap Improvement Fund	125,000	VGT revenues transferred from the General Fund to Cap Improvement Fund.
Cap Improvement Fund	400,000	FY2019 Police roof project roll-over to FY2020.
IHDA Grants Fund	378,000	Additional State Grants added.
Water Fund	(485,000)	Primarily related to the Utility Billing Dept. transferring to the General Fund. (2)
Misc. Adjustments	(46,146)	
Total Change	5,906,854	

- (1) LMFT is deposited into the General Fund along with most major tax revenues. Those dollars are then transferred to the Capital Improvement Asphalt & Concrete Fund where they are utilized. This results in revenues/expenses being recorded in both funds. The Asphalt & Concrete Fund has \$800K budgeted to be utilized from the additional revenue; \$1.515M will be budgeted as a Contribution to Fund Balance to be used during the next construction season - which will be in FY2021.
- (2) Previously, the Water Department housed the entire Utility Billing function - and charged other Enterprise Funds. After the transfer of that function to the General Fund, it is only being allocated its portion.

FY 2020 Major Tax Revenue Summary

Revenue Source	2019 Budget	2020 Adopted	Dollar Change	Percent Change	Notes
Property Tax Levy	24,914,988	25,559,774	644,786	2.59%	Increase in Levy of 273K and TIF of 370K
Home Rule Sales Tax	22,700,000	23,215,500	515,500	2.27%	Increase due to FY 2019 trends
State Sales Tax	14,708,347	14,272,000	(436,347)	-2.97%	Decrease due to FY 2019 trends and FY19 budget adjustment
Income Tax	7,250,000	7,411,707	161,707	2.23%	Increase due to trends - assumed economic improvements
Utility Tax	6,630,000	6,465,000	(165,000)	-2.49%	Decrease primarily due to Telecomm trends
Food & Beverage Tax	4,230,000	4,300,000	70,000	1.65%	Increase due to FY 2019 trends
Local Motor Fuel Tax	2,340,000	4,630,000	2,290,000	97.86%	Doubled to account for 4 cent increase
Local Use Tax	1,900,000	2,350,000	450,000	23.68%	Increase due to trends - assumed due to Internet Sales Tax
Franchise Tax	2,100,000	2,008,130	(91,870)	-4.37%	Decrease related to FY 2019 budget adjustment
Hotel & Motel Tax	1,700,000	1,600,000	(100,000)	-5.88%	Decrease due to trends - assumed less business travel to BN
TOTAL MAJOR REVENUES	88,473,335	91,812,111	3,338,776	3.77%	

FY 2020 General Fund Budget - Revenues

Revenues	2019 Budget	2020 Adopted	Dollar Change	Percent Change	Notes
Use of Fund Balance	314,110	1,075,448	761,338	242.4%	Increase in BCPA 775K; use of Utility Pension Reserves 300K
Taxes	85,590,420	88,451,390	2,860,970	3.3%	Increase in Levy, Home Rule, Use Tax and LMFT
Licenses	444,000	617,691	173,691	39.1%	Increase in Liquor Licenses and Video Gaming Terminal fee
Permits	870,351	910,525	40,174	4.6%	Increase in Building and Fire Protection
Intergov Revenue	216,952	233,965	17,013	7.8%	Increase in Grants
Charges for Services	13,057,043	12,979,991	(77,052)	-0.6%	Decrease in BCPA
Fines & Forfeitures	814,000	743,400	(70,600)	-8.7%	Decrease in Parking Violations
Investment Income	220,425	379,585	159,160	72.2%	Increase due to rising rates
Misc Revenue	850,834	856,840	6,006	0.7%	Increase in Fire Bad Debt Recoveries, Misc other Zoo
Sale Capital Assets	18,000	31,500	13,500	75.0%	Increase due to potential Fire vehicle sales
Transfer In	1,846,374	2,788,983	942,609	51.1%	Increase in charges to Enterprise Funds for Utility Billing
TOTAL REVENUE	104,242,509	109,069,318	4,826,810	4.6%	

FY 2020 General Fund Budget - Expenses

Expenditures	2019 Budget	2020 Adopted	Dollar Change	Percent Change	Notes
Salaries	40,661,455	41,596,924	935,469	2.3%	Increase in general salaries + Utility Billing staff from Water
Benefits	11,534,981	10,612,417	(922,565)	-8.0%	Decrease in IMRF and Health Insurance
Contractuals	13,702,119	14,721,206	1,019,087	7.4%	Increase in Repairs / Maint, Internal Econ Dev + Utility Billing
Commodities	7,493,052	8,064,337	571,284	7.6%	Increases in fuel, concrete, asphalt etc. + Utility Billing
Capital Expenditures	-	1,279,261	1,279,261	0.0%	BCPA 775K; Equipment 500K (cash paid)
Principal Expense	2,359,231	2,302,267	(56,964)	-2.4%	Decrease due to moving Frontier Lot payment to Bond Fund
Interest Expense	290,797	304,837	14,040	4.8%	Increase due to lease rates increasing
Other Intergov Exp	15,044,790	15,391,752	346,962	2.3%	Increase in Public Safety Pensions
Other Expenditures	3,754,647	3,923,910	169,263	4.5%	Increase in Ambulance Bad Debt
Transfer Out	9,401,436	10,872,408	1,470,972	15.6%	Increase related to LMFT to Capital Imp Asphalt & Concrete
TOTAL EXPENSE	104,242,509	109,069,318	4,826,810	4.6%	

FY 2020 City Wide Budget - Revenues

Revenues	2019 Budget	2020 Adopted	Dollar Change	Percent Change	Notes
Use of Fund Balance	17,293,834	21,435,101	4,141,268	23.9%	Increase due to Projects in MFT and Water
Taxes	94,206,335	97,604,111	3,397,776	3.6%	Increase in Levy, Home Rule, Use Tax and LMFT
Licenses	479,000	657,691	178,691	37.3%	Increase in Liquor Licenses and Video Gaming Terminal fee
Permits	876,193	927,525	51,332	5.9%	Increase in Building and Fire Protection permits
Intergov Revenue	4,916,558	12,820,115	7,903,557	160.8%	Increase related to Locust-Colton CSO, MFT and IHDA Grants
Charges for Services	68,938,476	67,815,987	(1,122,489)	-1.6%	Decrease due to FY2019 budget adjs in Ins. Funds
Fines & Forfeitures	1,621,689	1,538,900	(82,789)	-5.1%	Decrease in Parking Violations
Investment Income	1,129,545	1,660,121	530,576	47.0%	Increase due to rising rates
Misc Revenue	2,236,634	2,245,944	9,309	0.4%	Increase in Fire Bad Debt Recoveries, Misc other Zoo
Sale Capital Assets	19,000	51,500	32,500	171.1%	Increase due to potential Fire vehicle sales
Capital Lease Proceeds	5,176,807	5,631,935	455,128	8.8%	Increase related to Police radio replacement
Transfer In	13,223,782	15,153,332	1,929,549	14.6%	Increase related to LMFT - Capital Imp Asphalt & Concrete
TOTAL REVENUE	210,117,855	227,542,262	17,424,407	8.3%	

FY 2020 City Wide Budget - Expenses

Expenditures	2019 Budget	2020 Adopted	Dollar Change	Percent Change	Notes
Salaries	53,962,130	55,185,368	1,223,238	2.3%	Increase in General Salaries
Benefits	16,357,144	14,978,452	(1,378,692)	-8.4%	Decrease in IMRF and Health Insurance
Contractuals	48,187,556	46,062,592	(2,124,964)	-4.4%	Decrease due to FY19 budget adjs in Ins. Funds
Commodities	15,641,757	16,214,659	572,902	3.7%	Increase in fuel, meters etc.
Capital Expenditures	28,817,037	44,330,736	15,513,699	53.8%	Increase in Capital Projects of \$13.5M + Cash for Equipment
Principal Expense	10,633,030	9,756,896	(876,134)	-8.2%	Decrease due to payoff of 2011 Bond Issue
Interest Expense	2,611,866	2,384,272	(227,593)	-8.7%	Decrease due to payoff of 2011 Bond Issue
Other Intergov Exp	15,079,890	15,441,752	361,862	2.4%	Increase in Public Safety Pensions
Other Expenditures	5,603,662	8,034,202	2,430,540	43.4%	Increase in JM Scott Trust activity + LMFT 1.5M Cont to Fd Bal
Transfer Out	13,223,782	15,153,332	1,929,549	14.6%	Increase related to LMFT - Capital Imp Asphalt & Concrete
TOTAL EXPENSE	210,117,855	227,542,262	17,424,407	8.3%	

FY 2020 Capital Projects

Capital Improvement Fund

Fire: Station #3 Kitchen Remodel	\$ 65,000
Fire-Police: Video Gaming Terminal Revenue funded Projects	\$ 125,000
Facilities: Unforeseen Major Facility Repairs	\$ 200,000
Facilities: Space & Security Modifications	\$ 535,000
Facilities: Police Roof Repair - rolled from FY2019	\$ 400,000
Parks: BCPA tuck-pointing and masonry repairs	\$ 65,000
Parks: Route 66 Bike Path-Sect 5-Shirley to Funk's Grove - Construction	\$ 205,500
Parks: Clearwater Park Playground	\$ 90,000
Parks: Wittenburg Woods Park Walking Path	\$ 60,000
Parks: DeBrazza's Monkey Exhibit (Grant Funded)	\$ 600,000
Public Works: Fleet Facilities Study	\$ 50,000
Total Capital Improvement Fund Projects:	\$ 2,395,500

Capital Improvement Asphalt & Concrete Fund

Public Works: Streets, Alley & Sidewalks Programs	\$ 5,000,000
Public Works: Streets, Alley & Sidewalks Programs - Additional LMFT	\$ 800,000
Total Capital Improvement Fund Projects:	\$ 5,800,000

BCPA Creativity Center-Roof and HVAC (Donations Funded)	\$ 775,000
---	------------

FY 2020 Capital Projects

Enterprise Funds

Water Fund

Pipeline Rd - Division E - Pressure Valve Control Stations - Construction	\$ 2,500,000
Locust Colton CSO Elimination & Water Main Replacement	\$ 2,410,000
SCADA Master Plan - Construction	\$ 2,000,000
Hamilton Tank Rehabilitation - Construction	\$ 1,500,000
Other Misc Projects	\$ 2,046,000
Total Water Fund Projects:	\$ 10,456,000

Sewer Fund

Mutli-Year Sewer and Manhole Lining Program	\$ 2,000,000
Locust Colton CSO Elimination & Water Main Replacement	\$ 1,585,000
Other Misc Projects	\$ 800,000
Total Sewer Fund Projects:	\$ 4,385,000

Storm Water Fund

Locust Colton CSO Elimination & Water Main Replacement	\$ 1,585,000
Other Misc Projects	\$ 100,000
Total Storm Water Fund Projects:	\$ 1,685,000

FY 2020 Capital Projects

Enterprise Funds Continued - and Other Funds

Enterprise Fund - Arena

Lighting Improvements (Bowl & Aisle stairways)	\$	325,000
Arena Arc Flash	\$	200,000
Total Arena Fund Projects:	\$	525,000

Motor Fuel Tax Fund

Fox Creek Road Bridge & Road Improvements: Danbury to Beich Road	\$	7,380,000
Hamilton Road Phase II Land (Bunn - Commerce)	\$	4,500,000
GE Road @ Keaton Place Traffic Signals and NB Turn Lane	\$	1,300,000
Other Misc Projects	\$	800,000
Total Motor Fuel Tax Projects:	\$	13,980,000

Drug Enforcement Funds

Police Firing Range Lodge Building Repurpose	\$	125,000
Total Drug Enforcement Projects:	\$	125,000

FY 2020 Totals and Fund Balances

SUMMARY OF REVENUES, EXPENDITURES AND CHANGE IN FUND BALANCES BY FUND

Fund	Budgetary Fund Balance 4/30/2018 ^A	FY 2019 Projected Revenues	FY 2019 Projected Expenditures	Projected Budgetary Fund Balance 4/30/2019 ^A	FY 2020 Adopted Revenues	FY 2020 Adopted Expenditures	Net Changes to Fund Balance ^B	Projected Fund Balance Ending 4/30/2020 ^A	Projected Fund Balance Percent	Projected Fund Balance % Change 19-20
General Fund	\$ 19,226,449	\$ 103,985,466	\$ 103,189,994	\$ 20,021,921	\$ 109,069,318	\$ 109,069,318	\$ -	\$ 20,021,921	18.36%	0.00%
General Fund Total:	\$ 19,226,449	\$ 103,985,466	\$ 103,189,994	\$ 20,021,921	\$ 109,069,318	\$ 109,069,318	\$ -	\$ 20,021,921	18.36%	0.00%
Special Revenue:										
Motor Fuel Tax	\$ 9,026,825	\$ 2,230,204	\$ 1,507,293	\$ 9,749,736	\$ 13,980,000	\$ 13,980,000	\$ (8,884,166)	\$ 865,570	6.19%	-91.12%
Board of Elections	\$ 557,480	\$ 510,260	\$ 586,540	\$ 481,200	\$ 631,381	\$ 631,381	\$ (116,018)	\$ 365,182	57.84%	-24.11%
Drug Enforcement	\$ 1,212,801	\$ 135,500	\$ 355,000	\$ 993,301	\$ 521,250	\$ 521,250	\$ (385,750)	\$ 607,551	116.56%	-38.84%
Community Development	\$ (14,665)	\$ 1,027,105	\$ 1,027,105	\$ (14,665)	\$ 916,469	\$ 916,469	\$ -	\$ (14,665)	-1.60%	0.00%
IHDA Single Family Owner Occupied Rehabilitation	\$ (6,490)	\$ 96,123	\$ 96,123	\$ (6,490)	\$ 438,000	\$ 438,000	\$ -	\$ (6,490)	-1.48%	0.00%
Library	\$ 4,542,175	\$ 5,632,259	\$ 5,428,509	\$ 4,745,925	\$ 5,639,740	\$ 5,639,740	\$ 37,805	\$ 4,783,730	84.82%	0.80%
Library Fixed Asset	\$ 1,141,367	\$ 12,000	\$ 149,117	\$ 1,004,250	\$ 123,600	\$ 123,600	\$ (86,100)	\$ 918,150	742.84%	-8.57%
Park Dedication	\$ 613,027	\$ 414,976	\$ 970,621	\$ 57,382	\$ 45,504	\$ 45,504	\$ 20,504	\$ 77,886	171.16%	35.73%
Empire St. Corridor TIF	\$ 710	\$ 392,027	\$ 392,736	\$ -	\$ 400,000	\$ 400,000	\$ -	\$ -	0.00%	0.00%
Downtown Southwest TIF	\$ (98,561)	\$ 1,552	\$ -	\$ (97,009)	\$ 4,000	\$ 4,000	\$ (2,450)	\$ (99,459)	0.00%	2.53%
Downtown East Washington TIF	\$ -	\$ -	\$ 10,000	\$ (10,000)	\$ 10,000	\$ 10,000	\$ (10,000)	\$ (20,000)	0.00%	100.00%
Special Revenue Total:	\$ 16,974,670	\$ 10,452,006	\$ 10,523,044	\$ 16,903,632	\$ 22,709,944	\$ 22,709,944	\$ (9,426,175)	\$ 7,477,456	32.93%	-55.76%
Debt Service:										
General Bond and Interest	\$ 4,221,593	\$ 3,002,270	\$ 4,071,004	\$ 3,152,859	\$ 2,965,236	\$ 2,965,236	\$ (39,303)	\$ 3,113,556	105.00%	-1.25%
Arena Bond Redemption	\$ 1,452,846	\$ 1,406,768	\$ 1,444,768	\$ 1,414,847	\$ 1,523,788	\$ 1,523,788	\$ 118,670	\$ 1,533,518	100.64%	8.39%
Multi-Project Bond Redemption	\$ 1,314,566	\$ 749,249	\$ 1,058,270	\$ 1,005,545	\$ 1,091,080	\$ 1,091,080	\$ 85,535	\$ 1,091,080	100.00%	8.51%
Debt Service Total:	\$ 6,989,005	\$ 5,158,288	\$ 6,574,042	\$ 5,573,251	\$ 5,580,104	\$ 5,580,104	\$ 164,902	\$ 5,738,154	102.83%	2.96%
Capital Projects:										
Capital Improvement	\$ 922,403	\$ 8,193,615	\$ 7,905,286	\$ 1,210,733	\$ 2,394,761	\$ 2,394,761	\$ (738,659)	\$ 472,074	19.71%	-61.01%
Capital Improvement (Asphalt & Concrete) ^C	\$ -	\$ -	\$ -	\$ -	\$ 7,445,950	\$ 7,445,950	\$ 1,618,475	\$ 1,618,475	21.74%	0.00%
Capital Lease	\$ (3,660,932)	\$ 5,253,333	\$ 5,236,333	\$ (3,643,932)	\$ 5,631,935	\$ 5,631,935	\$ -	\$ (3,643,932)	-64.70%	0.00%
Capital Project Total:	\$ (2,738,529)	\$ 13,446,948	\$ 13,141,619	\$ (2,433,200)	\$ 15,472,646	\$ 15,472,646	\$ 879,816	\$ (1,553,383)	-10.04%	-36.16%
Enterprise:										
Water	\$ 27,296,357	\$ 16,657,928	\$ 18,723,474	\$ 25,230,812	\$ 26,792,039	\$ 26,792,039	\$ (8,347,324)	\$ 16,883,488	63.02%	-33.08%
Sewer	\$ 2,098,690	\$ 7,299,401	\$ 6,844,143	\$ 2,553,947	\$ 9,616,759	\$ 9,616,759	\$ (307,259)	\$ 2,246,688	23.36%	-12.03%
Storm Water	\$ (175,371)	\$ 3,618,600	\$ 3,170,791	\$ 272,437	\$ 5,180,430	\$ 5,180,430	\$ (88,430)	\$ 184,007	3.55%	-32.46%
Solid Waste	\$ 1,382,565	\$ 7,230,140	\$ 7,015,578	\$ 1,597,128	\$ 7,453,758	\$ 7,453,758	\$ (16,458)	\$ 1,580,670	21.21%	-1.03%
Abraham Lincoln Parking Deck	\$ (71,422)	\$ 605,181	\$ 506,400	\$ 27,358	\$ 562,254	\$ 562,254	\$ (17,720)	\$ 9,638	1.71%	-64.77%
Golf Courses	\$ 465,573	\$ 2,297,215	\$ 2,517,199	\$ 245,589	\$ 2,627,678	\$ 2,627,678	\$ 3,709	\$ 249,297	9.49%	1.51%
Grossinger Motors Arena	\$ 850,512	\$ 5,416,864	\$ 5,821,053	\$ 446,323	\$ 5,696,031	\$ 5,696,031	\$ (429,810)	\$ 16,513	0.29%	-96.30%
Enterprise Total:	\$ 31,846,904	\$ 43,125,328	\$ 44,598,638	\$ 30,373,594	\$ 57,928,949	\$ 57,928,949	\$ (9,203,292)	\$ 21,170,302	36.55%	-30.30%
Internal Service Fund:										
Casualty Insurance	\$ 3,351,743	\$ 4,415,221	\$ 4,332,419	\$ 3,434,545	\$ 4,395,377	\$ 4,395,377	\$ 21,790	\$ 3,456,335	78.64%	0.63%
Employee Insurance and Benefits	\$ 1,622,425	\$ 11,235,707	\$ 11,322,070	\$ 1,536,063	\$ 10,637,324	\$ 10,637,324	\$ (112,050)	\$ 1,424,013	13.39%	-7.29%
Employee Retiree Group Healthcare	\$ 26,562	\$ 1,410,849	\$ 1,412,707	\$ 24,705	\$ 991,599	\$ 991,599	\$ (8,300)	\$ 16,405	1.65%	-33.60%
Internal Service Fund Total:	\$ 5,000,731	\$ 17,061,777	\$ 17,067,196	\$ 4,995,312	\$ 16,024,300	\$ 16,024,300	\$ (98,560)	\$ 4,896,752	30.56%	-1.97%
Fiduciary:										
JM Scott Total	\$ 7,274,147	\$ 1,375,588	\$ 230,128	\$ 8,419,607	\$ 757,000	\$ 757,000	\$ 257,000	\$ 8,676,607	1146.18%	3.05%
Fiduciary Fund Total:	\$ 7,274,147	\$ 1,375,588	\$ 230,128	\$ 8,419,607	\$ 757,000	\$ 757,000	\$ 257,000	\$ 8,676,607	1146.18%	3.05%
Total:	\$ 84,573,377	\$ 194,605,401	\$ 195,324,660	\$ 83,854,118	\$ 227,542,262	\$ 227,542,262	\$ (17,426,309)	\$ 66,427,809	29.19%	-20.78%

A Budgetary Fund Balance is similar to cash basis except short term payables and receivables are taken into account.

B Net use of fund balance column depicts uses or additions to fund balance reserves.

C The Capital Improvement Asphalt & Concrete Fund was created as May 1, 2019.

FY 2020 Budget

Summary of Other Highlights

- ▶ \$2.3M LMFT Additional Funding for Roads (800K to be utilized in FY2020)
 - ➡ (Creation of the Capital Improvement-Asphalt & Concrete Fund)
- ▶ \$125K VGT Additional Funding for Public Safety Projects
- ▶ \$1.9M Cash for Equipment
- ▶ \$200K Reallocation of external Economic Development funding to Internal
 - ➡ (Creation of the Economic Development Department)
- ▶ \$250K Savings from Water/Public Works reorganization

(This Presentation will be posted to the City's website: Documents-Finance-Budget-FY2020)