

# CITY OF HOMEWOOD MAYOR'S BUDGET 2017-2018

**GENERAL, CAPITAL, DEBT, AND SPECIAL  
REVENUE FUNDS**





**“They cut our travel budget again.  
You’ll have to get to the Denver  
conference by swivel chair.”**

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# FUND BALANCE – ACCUMULATION OF REVENUES OVER EXPENDITURES

Also referred to as “Equity” * Excludes School Fund 06	As Audited 9/30/16
General Fund -Unassigned	11,728,507
General Fund – committed, assigned, and non-spendable	(A) 15,767,152
Capital – assigned	6,020,616
Debt Service Fund – committed, restricted, and assigned	(B) 4,650,111
Special Revenue Funds – restricted, committed, and assigned	4,018,227
TOTAL	\$ <u>42,184,613</u>

**NOTE (A):**  
Includes Reserve for Economic Uncertainty of \$10,949,650; \$1,000,000 Reserve for Risk Management and \$1,256,147 assigned to FY 16-17 Budget but will not need to be utilized

**NOTE (B):**  
\$4.2 million reduction due to purchase of Mason Corp property and was reimbursed by bond proceeds in FY 16-17

# OPERATING RESULTS

<u>GENERAL FUND</u>	<u>FYE 2016</u>	<u>FYE 2015</u>	<u>FYE 2014</u>	<u>FYE 2013</u>	<u>FYE 2012</u>
EXCESS REVENUES/EXP	(A) \$401,657	(B) 285,574	(C) 410,377	279,559	2,070,037
RESTATED					

**Note (A):**

This excess exists after paying employee bonuses of not to exceed \$375K and transferring \$700K to Capital Projects Fund

**Note (B):**

This excess exists after paying employee bonuses of not to exceed \$375K and transferring \$1 million to Capital Projects Fund

**Note (C):**

This excess exists after paying employee bonuses of \$350K and transferring \$500K to Capital Projects Fund

# CASH BALANCE ON HAND 6/30/17

Fund	Amount (\$)
General Fund Checking (including Payroll account)	(1) 12,399,574
General Public Funds Investment	7,185,224
Reserve for Economic Uncertainty	11,041,338
Grants Fund	130,143
7 Cents Gas Tax Fund	852,220
4 & 5 Cents Gas Tax Fund	167,286
Debt Service Fund	(2) 11,778,689
Capital Projects	2,902,072
Escrow Fund	89,109
Insurance Fund	70,345

\*\*\*Excludes Fund 06 – BOE Savings Account, Petty Cash, several court distribution accounts, Employees' Medical Flexible Spending Account, Park Donation and Narcotic accounts

**Note (1):**

In this amount is over \$3.3 million due to Debt Service Fund from new 1% Sales Tax to pay for 2016 bond issue

**Note (2):**

In addition to this amount the Debt Services Fund is owed \$3.3 million from General Fund

# CASH BALANCE ON HAND 6/30/17

FUNDS	Amount (\$)
E911	1,677,602
Correction – Jail	329,954
Correction – Court	631,309
Sales Tax Fund	3,982,440
(Cash distributed to General Fund, Board of Education and Capital Projects after 6/30/17)	
Court Special	131,586
Inspection Technology Fund	67,221
GOW 16 Construction Fund	105,501,339
Judicial Admin Fund	285,247
Control Account	1,332,866
(Cash distributed to General Fund, Board of Education and Debt Service Fund after 6/30/17)	
	<u>\$ 160,555,564</u>

TOTAL

\*\*\*Excludes Fund 06 – BOE Savings Account, Petty Cash, several court distribution accounts, Employees' Medical Flexible Spending Account, Park Donation and Narcotic accounts

# GENERAL FUND HIGHLIGHTS

New 1% Sales tax revenue is budgeted in General Fund but then part of it is expensed to be transferred to Debt Service Fund in order to pay increased debt on 2016 bond issue due in March and September of each year

**SALES** TAX

- (1) Payroll is budgeted with a 2% COLA, merits and no increase in SEIB premiums without requiring any used of carry over fund balance as a revenue source. The Mayor's budget does not have any money allocated for annual bonus, although he will ask Council to consider before year-end if there is a surplus anticipated.**



- (2) Due to the City reaching its goal on employee wellness screens the City received the best rating "preferred".**



# GENERAL FUND BUDGET FY 17-18

Total Budgeted Revenues	50,080,995
Other Sources-Reduction of Fund Balance	(A) 0
Total Expenditures	\$ <u>50,080,995</u>

**Note A:** For the first budget in several years it balances on its own without needing to utilize a carryover fund balance as a revenue source.



# CAPITAL PROJECTS FUND FY 17-18

Total Budgeted Revenues	\$2,696,578
Other Sources-Reduction of Fund Balance	\$3,533,588
Total Expenditures	\$6,230,166

**NOTE (1):** The revenue source – “Carryover Fund Balance” will not have to be utilized in this amount if Council decides to delay the funding of projects that can be carried over until FY 17-18. Also, all capital purchases including vehicles are budgeted to be paid for in cash during FY 17-18 and not financed.

# CAPITAL PROJECTS HIGHLIGHTS

- I. Continued funding for I65 Diamond Interchange design
- II. Continuation of West Homewood Parks/Pool construction, new public safety center and BOE construction projects all budgeted in Fund 26 from 2016 bond proceeds
- III. Continued street paving from money approved to be transferred to Capital Projects Fund from Debt Services Fund in the amount of \$2.3million
- III. Continued funding of Greenway II construction
- IV. Engineering for 18<sup>th</sup> Street Beautification Project
- V. Continued construction of sidewalks as well as continuing street paving



WEST  
HOMEWOOD  
PARKS/POOL

NEW PUBLIC SAFETY  
BUILDING/JAIL

CITY  
INVESTMENT IN  
SCHOOLS



# COMPARISON: DEPARTMENTAL REQUESTED BUDGETS TO MAYOR'S BUDGET

- 1) Upon receiving the Department Requested budget, the Mayor asked each Department Head to review their General and Capital Fund Budgets and make voluntary reductions where possible. Then, the Mayor reviewed and made further reductions.
- 2) Mayor looked at Department Requests and cut approximately \$2.3 million in requested expenditure in Capital Projects Fund through a combination of meeting with departments for their prioritization and also having to prioritize across the departments.
- 3) The Mayor also asked for voluntary cuts from the department heads in the General Fund, including delaying the hiring of certain vacant positions in order to find a 2% COLA.



# BUDGET SUMMARY (ALL FUNDS)

General Fund – 01	\$50,080,995
Grants Fund – 02	864,177
7 Cent Gas Tax Fund - 04	950,087
4&5 Cent Gas Tax Fund -05	237,556
Debt Service Fund - 11	12,780,044
Capital Projects Fund - 12	6,230,166
Environmental Escrow – Fund 13	84,194

Note: Budget Summary excludes Fund 06 – BOE Fund- See separate slide

# BUDGET SUMMARY (ALL FUNDS)

Insurance Fund - 14	650,000
E911 Fund - 15	707,734
Correction-Jail Fund - 21	327,958
Correction-Court Fund - 22	216,065
Court Special - 24	14,158
Inspection Tech Fund - 25	47,934
GOW 2016 Construction Fund- Fund 26	55,000,000
Judicial Administration Fund - 28	83,684
<b>TOTAL ALL FUNDS</b>	<b>\$128,274,752</b>

# BOARD OF EDUCATION FUNDING

During the 2017-2018 budget the Board of Education is budgeted to receive (net) revenues from the City of Homewood as follows:

1) Sales Tax Collections of the City – Net of Collection Fees \$ 8,116,193

2) 14.2 mills of Property Tax, Personal Property tax,  
(Net of Collection Cost) \$ 8,383,625

**TOTAL** **\$ 16,499,818**



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# CONCLUSION

- Distribution of 2017-2018 Mayor's Budget for All Funds
- Capital Plan per fiscal policy is located in budget binders in a PowerPoint format.

