



**2017**

**CITY OF HOMEWOOD**

**STATE OF THE CITY**

**ADDRESS**

**SCOTT MCBRAYER, MAYOR**

# REVIEW OF FISCAL YEAR 2015-2016



- ▶ **At the beginning of fiscal year, Council approved using almost \$800 thousand in carryover fund balance to balance the budget**
- ▶ **Actual preliminary pre-audited operating results show the City will complete the 2016 fiscal year **without utilizing this revenue source and finishing with a surplus in excess of approximately \$400 thousand** after funding up to \$375K in employee bonuses and already transferring \$700K to Capital Projects Fund to assist with capital needs**
- ▶ **Our auditors are currently conducting our financial statement audit and final audit results should be available by end of February or early March.**



# REVIEW OF PAST YEARS

▶ ANNUAL FISCAL YEAR-END SURPLUS ADDED TO FUND BALANCE OF THE GENERAL FUND

2009 - \$2,176,687

2010 - \$ 351,232

2011 - \$ 464,677

2012 - \$2,070,037

2013 - \$ 279,559

2014 - \$ 410,377

2015 - \$ 285,574 AFTER paying \$375K in bonuses and transferring \$1 Million to Capital Projects Fund

2016 - \$ 401,657 preaudited - AFTER paying \$375K in bonuses and transferring \$700K to the Capital Projects Funds

Total \$ 6,439,800 - (2009-2016)

8 year Average is \$ 804,975

# Cash Balance on Hand 11/30/16

## ▶ ALL FUNDS:

- General Fund Checking (plus Payroll) \$ 5,232,114
- General Public Funds Invest \$ 7,170,503
- Reserve for Economic Uncert Fund \$10,955,577- NOTE 1
- Grants Funds \$ 56,030
- 7 Cents Gas Tax Fund \$ 657,840
- 4 & 5 Cents Gas Tax Fund \$ 162,144
- Debt Service Fund \$ 4,650,979 - NOTE 2
- Capital Projects \$ 3,010,569 - NOTE 3
- Environmental Escrow \$ 88,926
- Insurance Fund \$ 3,711
- E911 \$ 1,388,089
- Correction - Jail \$ 243,610
- Correction - Court \$ 493,552

NOTE 1: RAYMOND JAMES INV ACCT

NOTE 2: DEBT SERVICE IS LOWER THAN USUAL DUE TO TRANSFER OF \$2.3 MILLION FOR PAVING AND OVER \$4.2 MILLION FOR MASON PROPERTY (WAS REIMBURSED IN JANUARY, 2017 BY BOND PROCEEDS

NOTE 3: CAPITAL PROJECTS IS HIGHER THAN USUAL DUE TO PAVING MONEY TRANSFERRED FROM DEBT SERVICE NOT YET SPENT

# Cash Balance on Hand 11/30/15 (CONTINUED)

Sales Tax Fund \$ 3,257,026

- (Cash distributed to Gen Fund, BOE and Cap Project after 11/30/16)

• Court Special \$ 126,638

• Inspection Tech Fund \$ 87,057

• Judicial Administration Fund \$ 235,184

• Control Acct \$ 2,759,219

- (Cash distributed to BOE, Gen Fund and Debt Service Fund after 11/30/16)

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**TOTAL \$40,578,768**

(Excludes petty cash, employee medical flexi accounts, narcotics, BOE, park donations, and court bank accounts that are held in escrow for other organizations).

# 2016-2017 Budget Overview

General Fund Budgeted Revenues	\$ 42,073,068
Budgeted Use of Fund Balance	\$ <u>1,182,314</u> NOTE 1
<b>TOTAL GENERAL FUND BUDGET</b>	<b>\$ 43,255,382</b>

Capital Fund Budgeted Revenues	\$ 3,267,053
Budgeted Use of Fund Balance	\$ <u>4,308,843</u> NOTE 2
<b>TOTAL CAPITAL BUDGET</b>	<b>\$ 7,575,896</b>



NOTE: Above Budget Numbers are Original Budget approved by Council 10/1/16

**NOTE 1:** The Mayor has committed to council to try to finish year with a surplus, thus not utilizing fund balance. He will need the assistance of the department heads and council to do so.

**NOTE 2:** This use of fund balance assumes projects are completed as budgeted during FY 16-17. Until these are complete, we need to seriously consider before committing to new projects, because this almost exhausts capital fund balance.

# Future Opportunities

- ▶ Construction projects to be built with bond proceeds include a new Public Safety building, renovations and additions of ball fields and facilities at West Homewood Park (including a new maintenance facility and new Patriot Park pool)

Continued construction of Greenway II and I-65 diamond interchange

