

# City of Gainesville FY 2017 Budget

July 28, 2016

# Today's Agenda

- \* Enterprise Funds & Other Funds
- \* Establish Proposed Millage Rate
  - \* Resolution 160159
- \* Adopt Proposed Tentative Budget
  - \* Resolution 160160

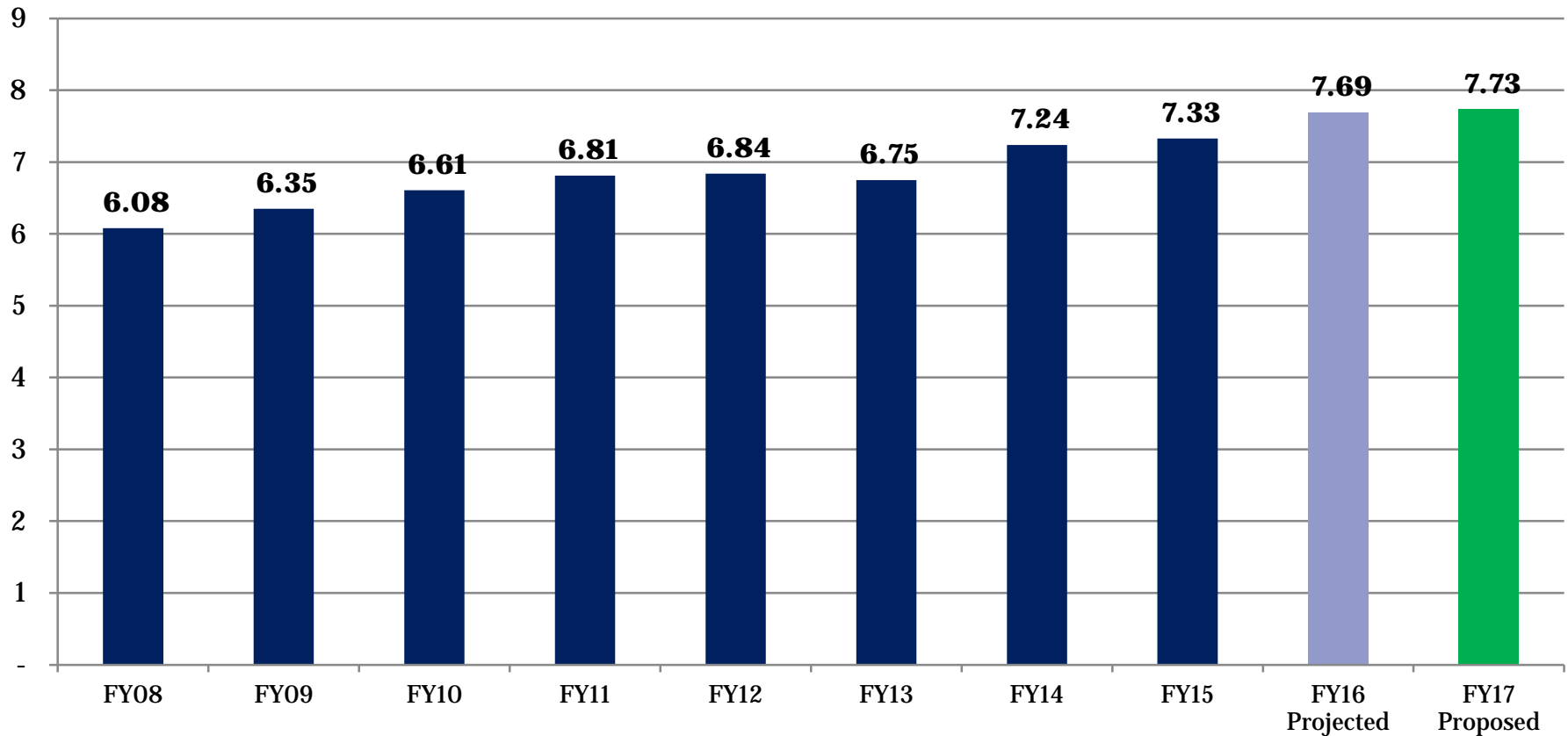
# Enterprise Funds

# Stormwater Management Utility Fund (Funds 413 & 414)

- \* The Stormwater Fund protects water quality through maintenance of the City's stormwater infrastructure including upkeep of basins and ditches, street sweeping and mosquito control.
- \* Funded through customer charges based on Equivalent Residential Units (ERU) billed monthly through GRU:
  - \* \$7.75 for operating
  - \* \$1.25 for capital

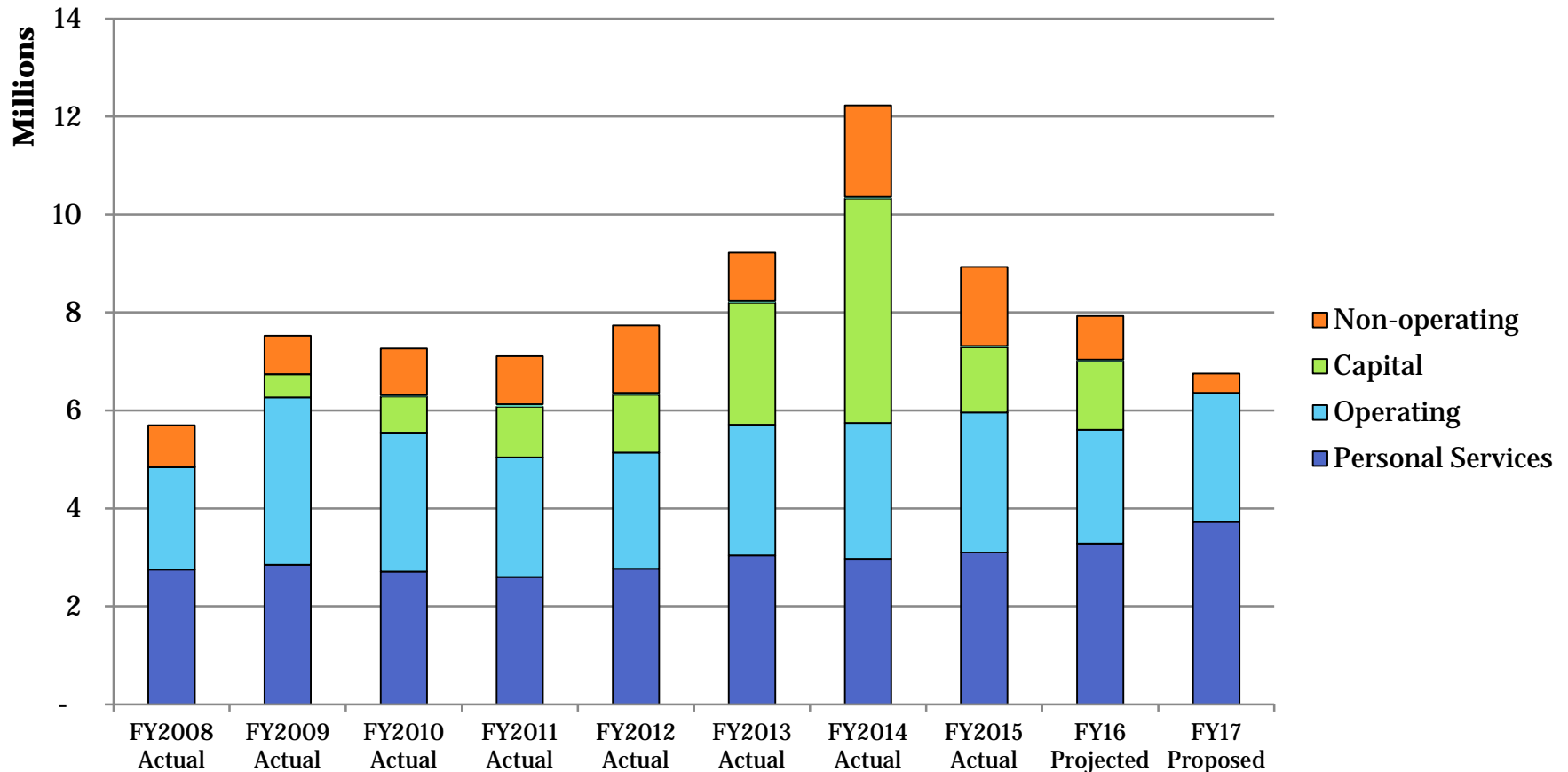
# Stormwater Management Utility Fund (Funds 413 & 414)

## Stormwater Fee Revenue



# Stormwater Management Utility Fund (Funds 413 & 414)

## Stormwater Expenses

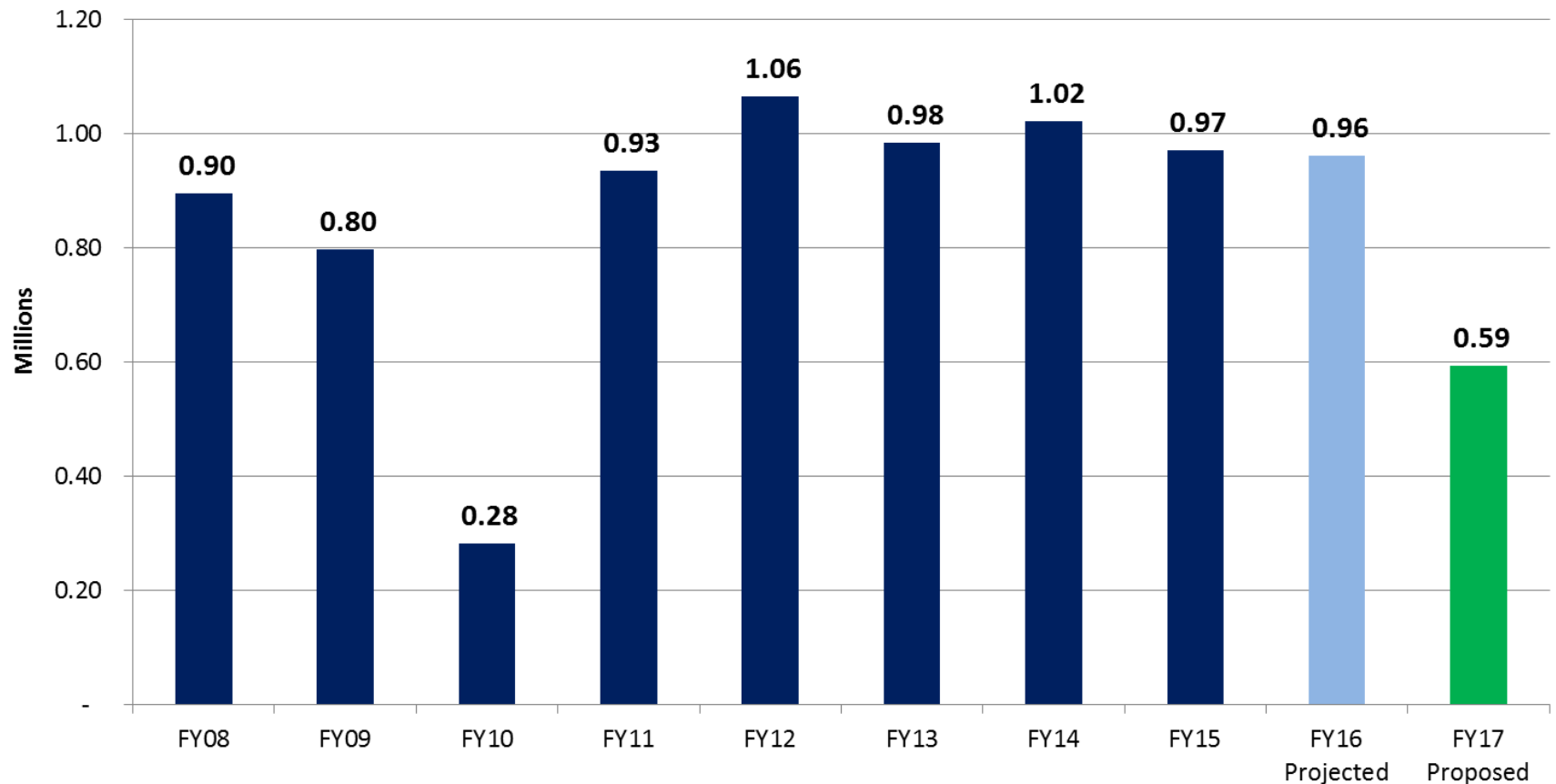


# Ironwood Golf Course (Funds 415, 417 & 418)

- \* Golf course operations
- \* Ongoing plan to close-out enterprise fund and move Ironwood into the General Fund in FY19
- \* Key changes for FY 2017:
  - \* Current maintenance contract includes regrassing the fairways at no cost for that service
    - \* Would require the course to close for five months
    - \* Resulting \$400k reduction in revenues for FY17

# Ironwood Golf Course (Funds 415, 417 & 418)

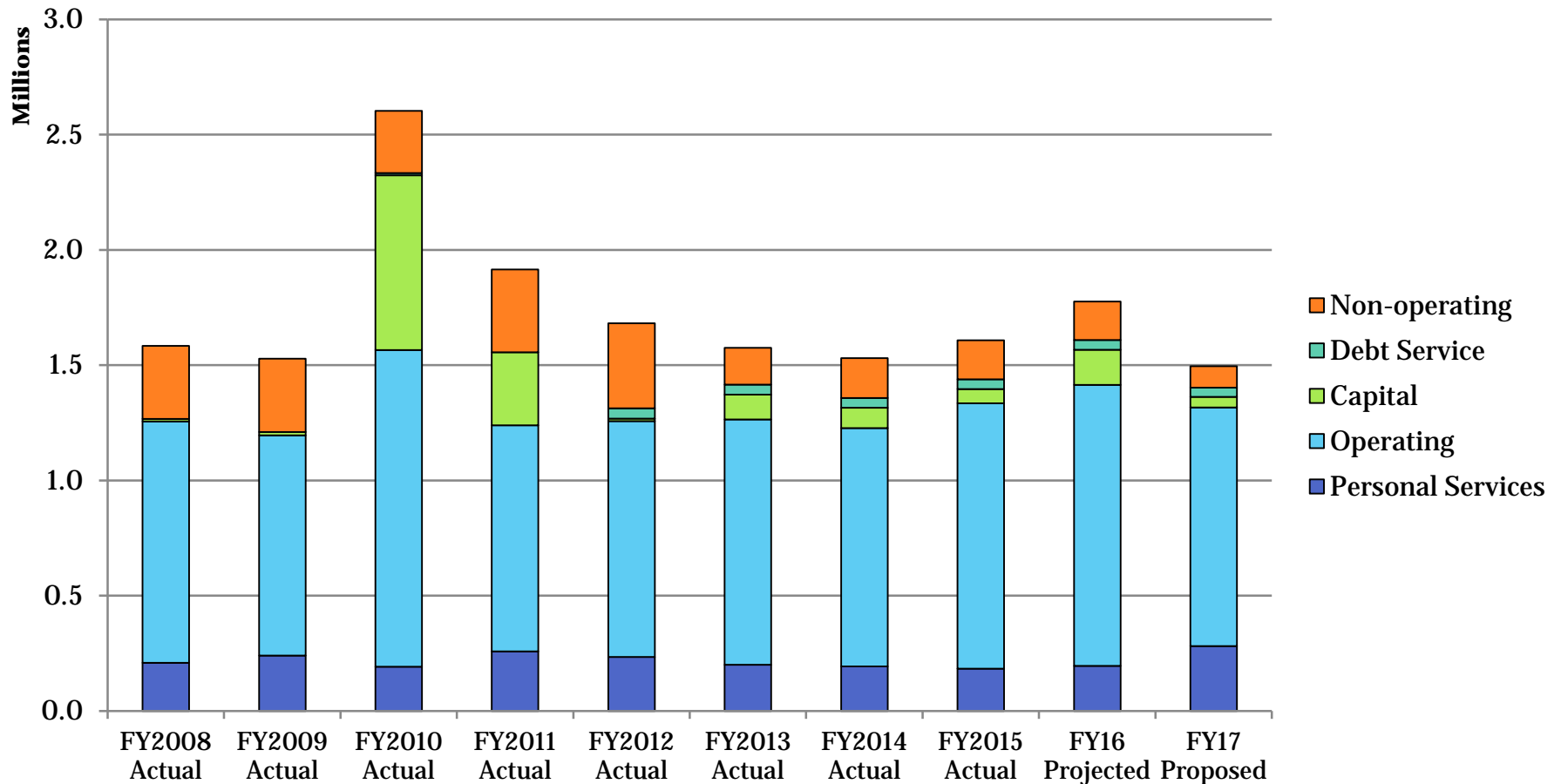
**Ironwood Operating Revenue & Capital Surcharge**





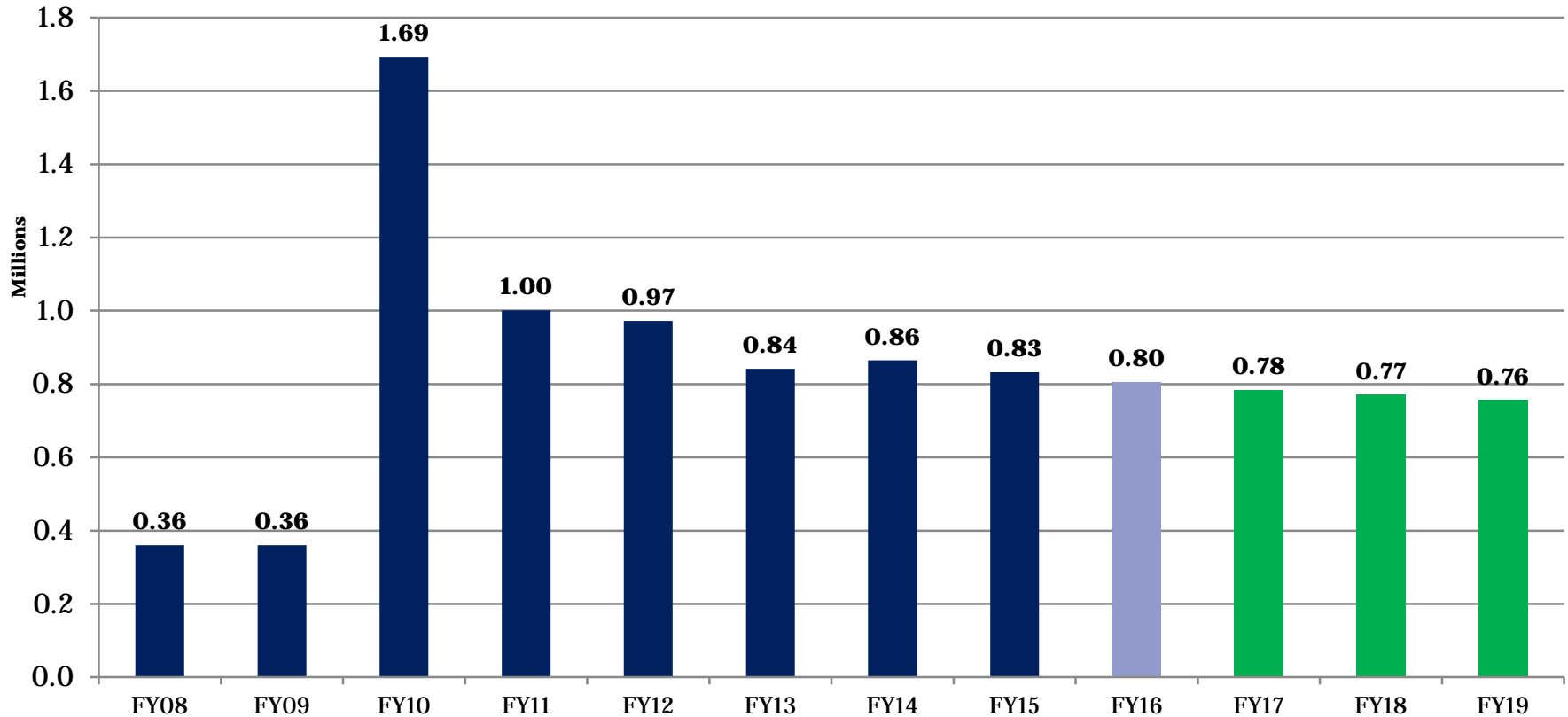
# Ironwood Golf Course (Funds 415, 417 & 418)

## Ironwood Expenses



# Ironwood Golf Course (Funds 415, 417 & 418)

## General Fund Transfers to Ironwood

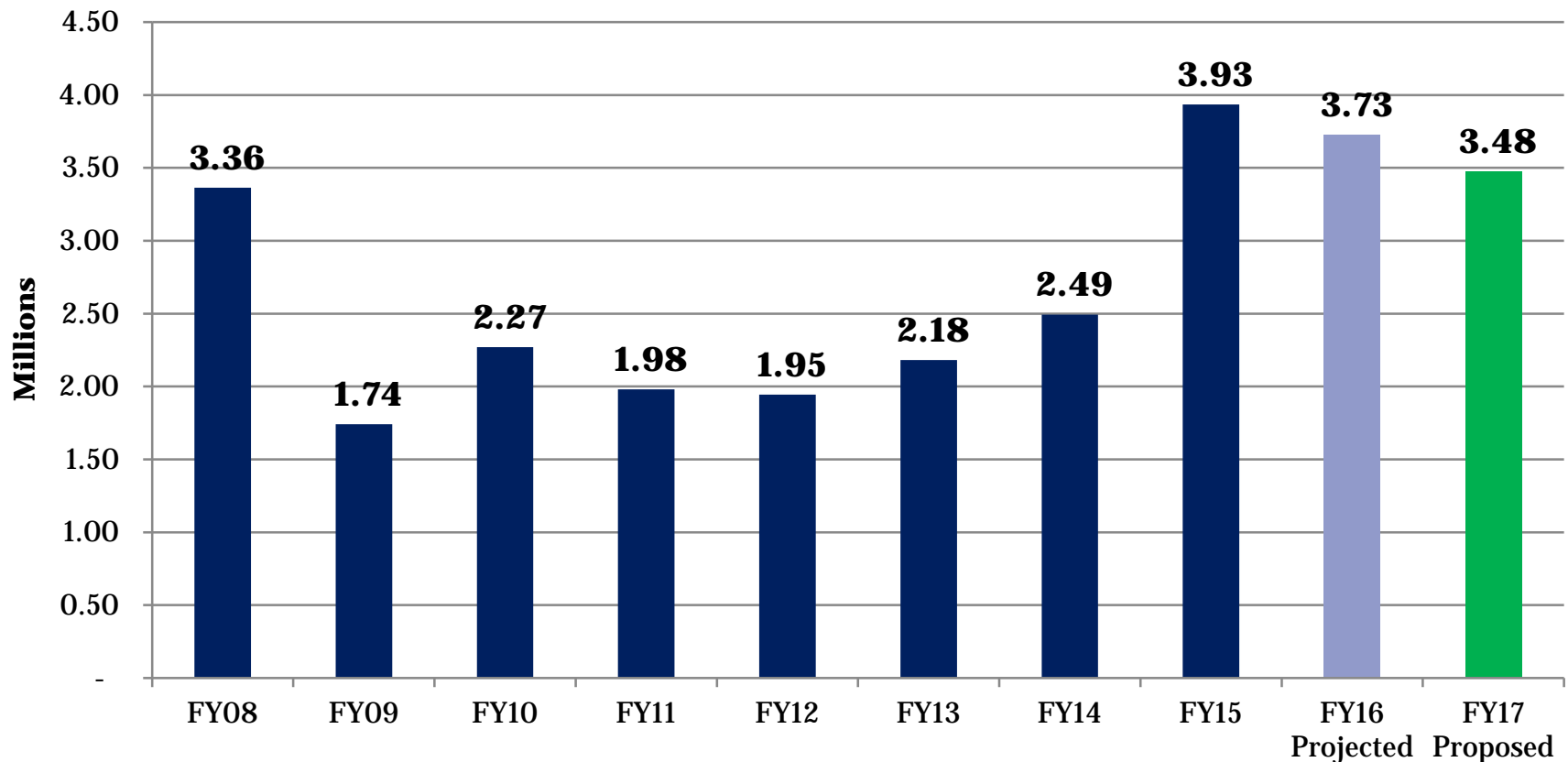


# Building Inspection Fund (Fund 416)

- \* Primary revenues generated from building permit fees
- \* Funds must be spent on building inspections and supporting functions
- \* Revenues are received in advance of the cost of providing services
  - \* In some cases it may be several years before all required inspections are completed
- \* Four positions added during FY16, carried forward to FY17

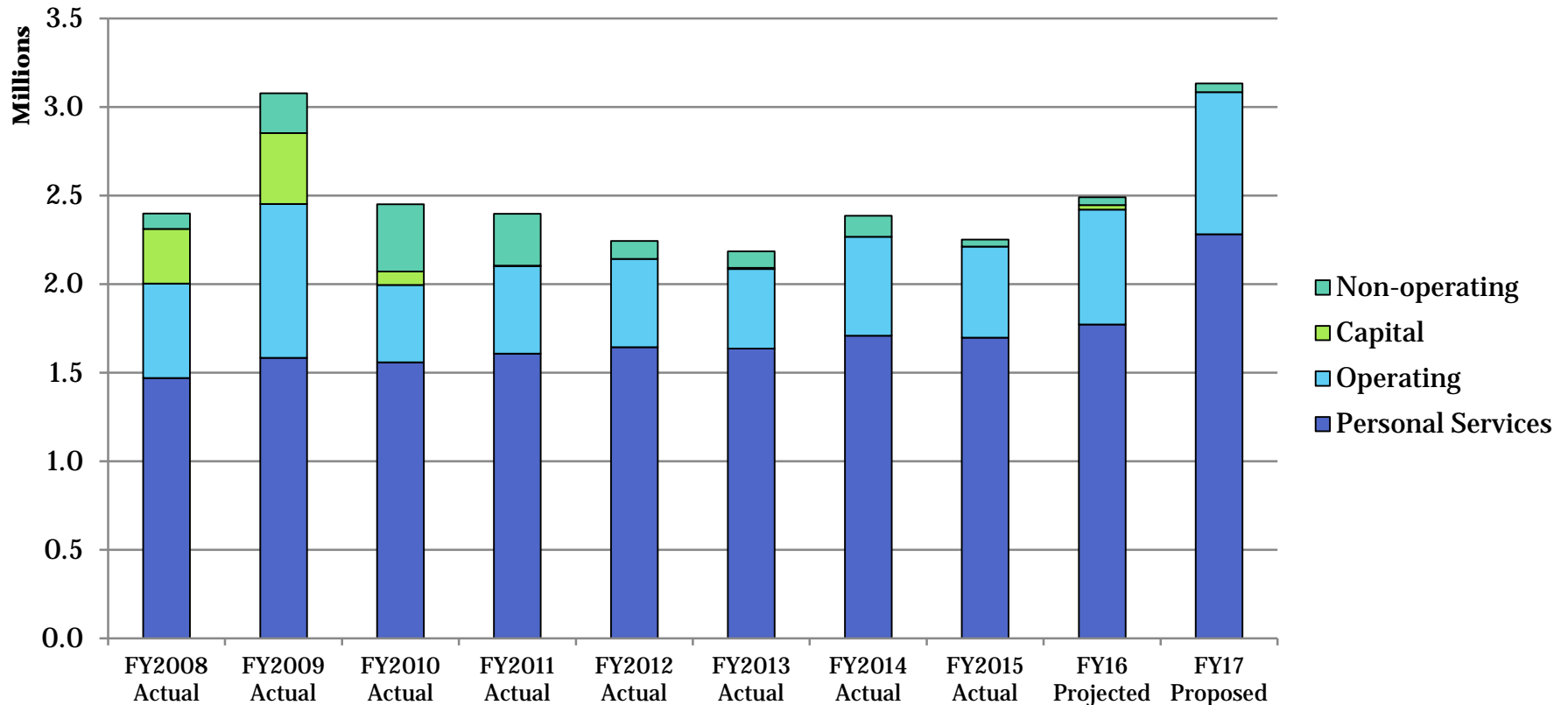
# Building Inspection Fund (Fund 416)

## Building Inspection Revenue



# Building Inspection Fund (Fund 416)

## Building Inspection Expenditures



# Solid Waste Fund (Fund 420)

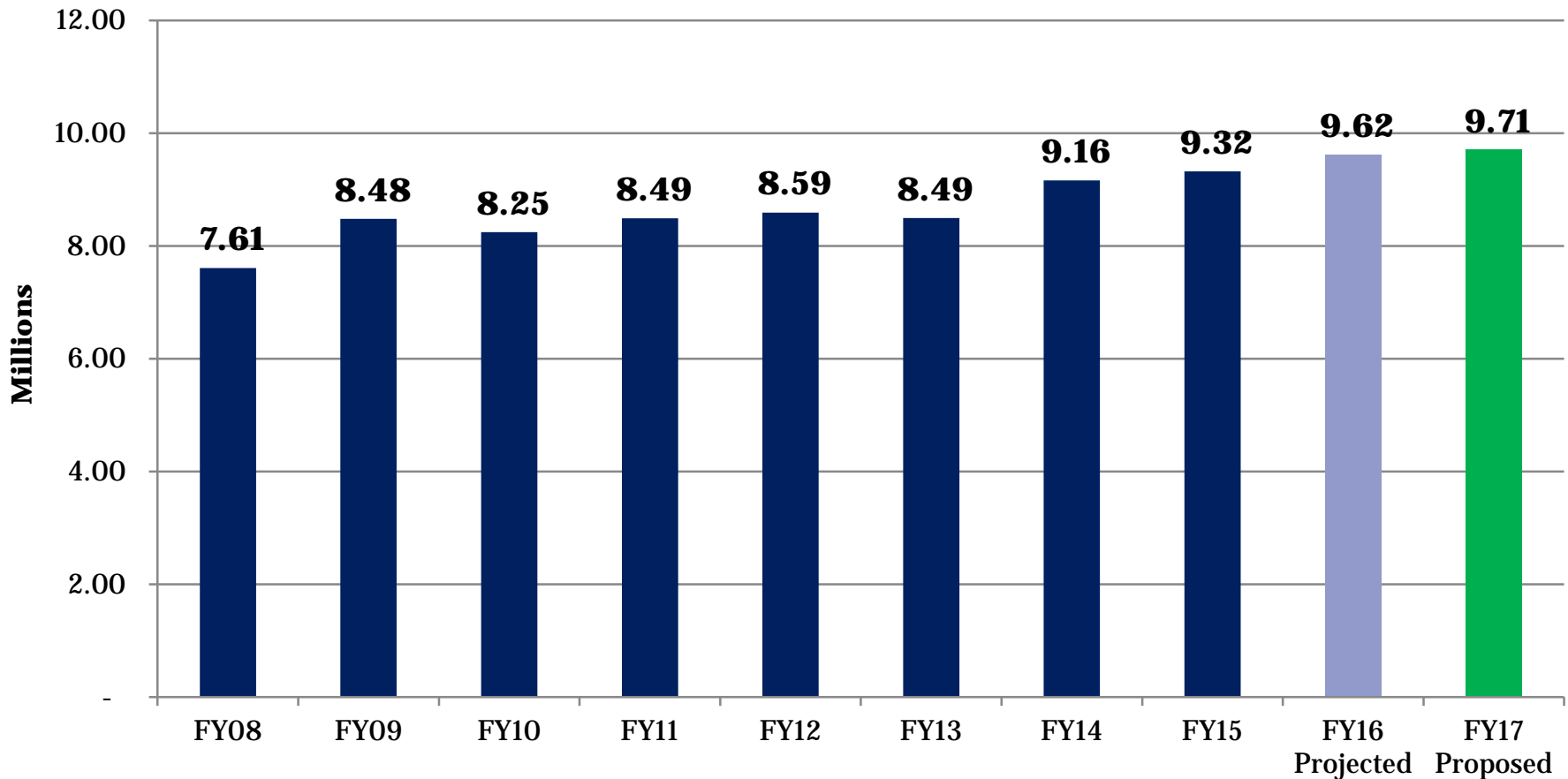
- \* This fund covers the cost of a third party contract for waste and recycling collection
- \* Funded through customer charges based on cart size billed monthly through GRU
- \* Major recent capital project for airport landfill remediation of \$2M
- \* Annual payment for roadway resurfacing due to damage from waste hauling trucks of \$1.7M

# Solid Waste Fund (Fund 420)

- \* Key changes for FY 2017:
  - \* Adding an additional inmate crew for resource recovery and trash/recycling container maintenance
  - \* Adding \$170k for purchase of new trash/recycling containers
  - \* Adding one position to lead resource recovery pilot program

# Solid Waste Fund (Fund 420)

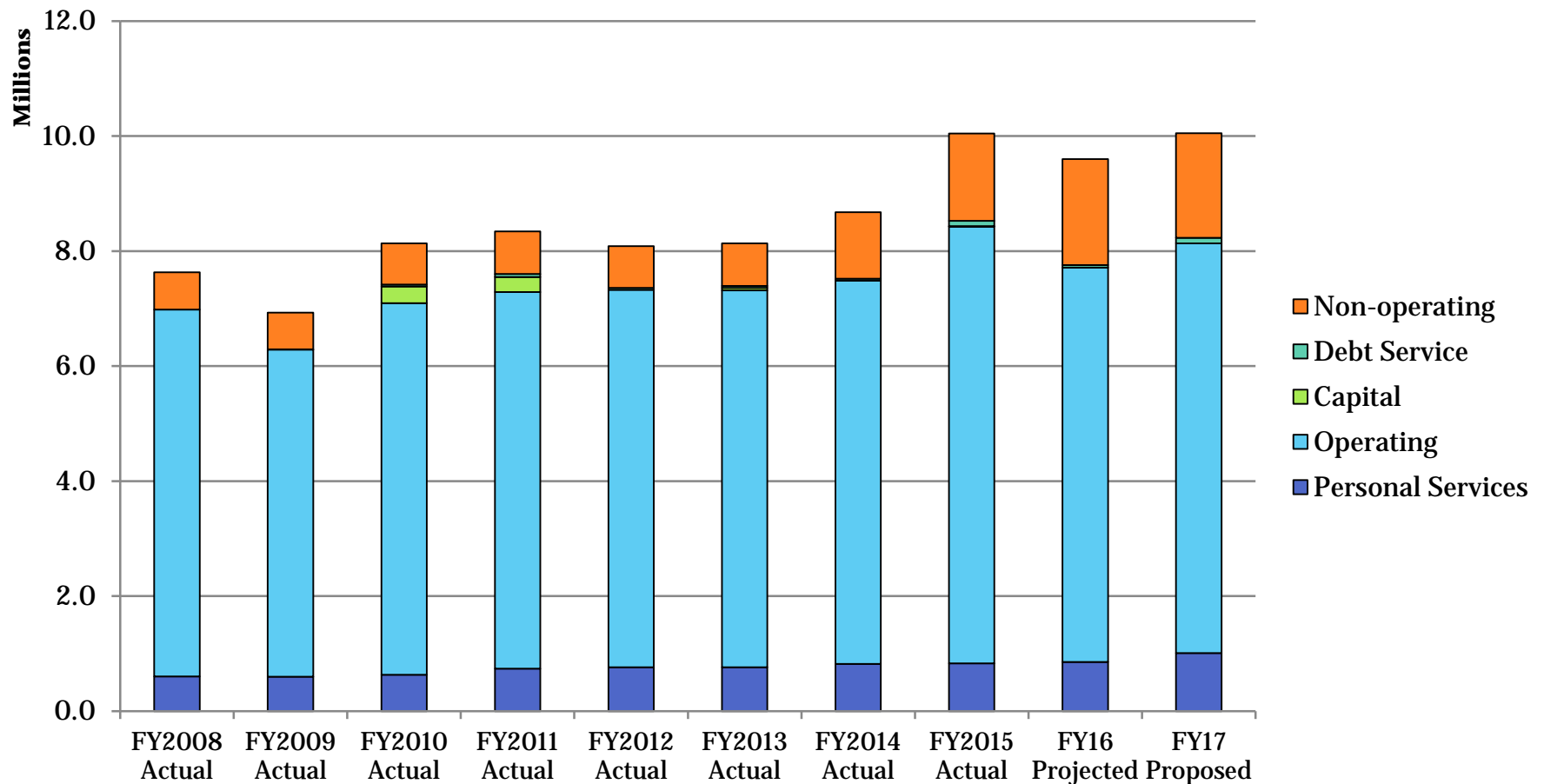
## Solid Waste Revenues





# Solid Waste Fund (Fund 420)

## Solid Waste Fund



# Regional Transit System (RTS) (Funds 450, 451 & 452)

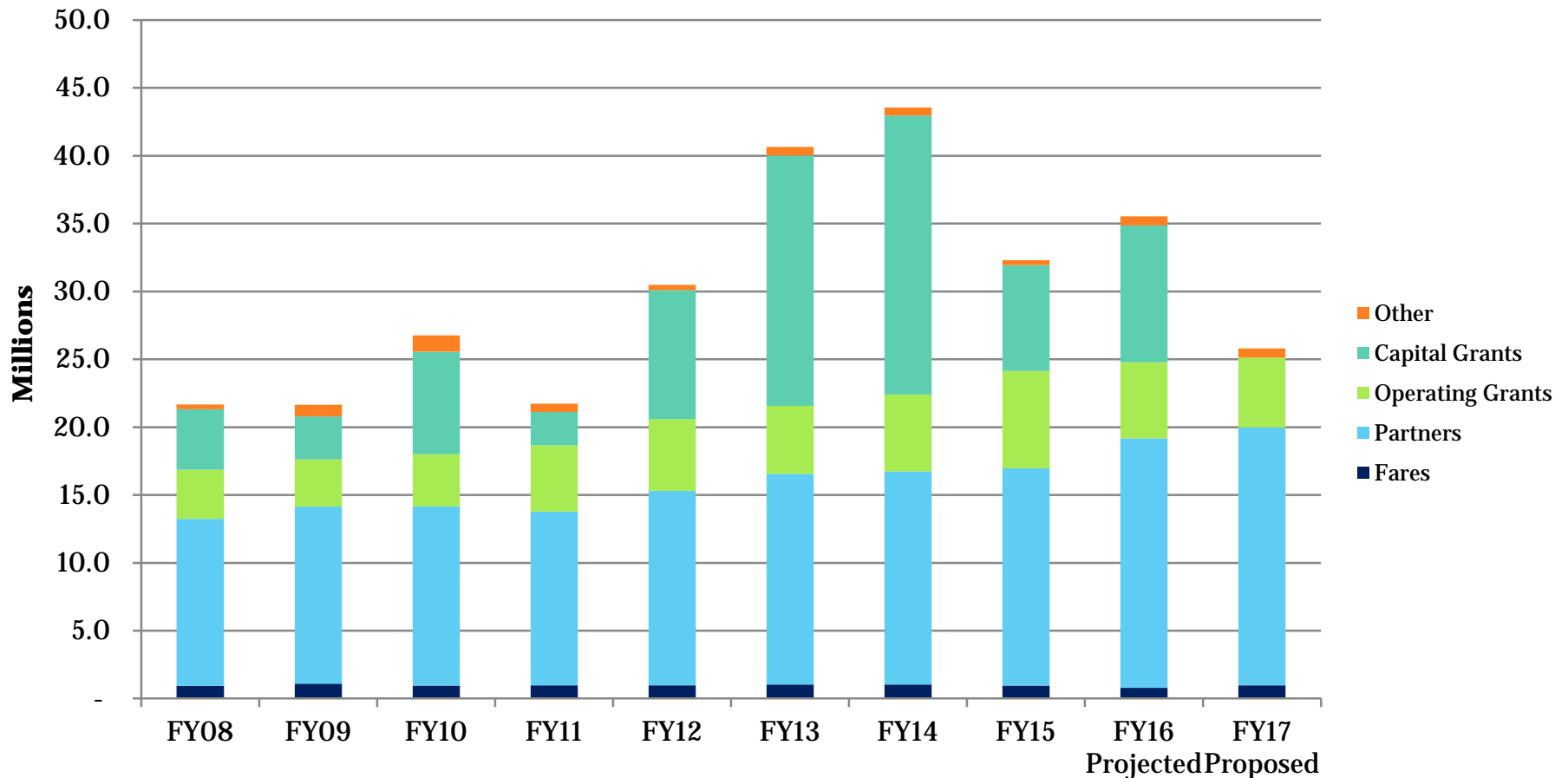
- \* This fund provides for the cost of transit service
- \* Major revenue sources include:
  - \* University of Florida Service Agreement
  - \* FTA/FDOT Grants
  - \* Local Option Gas Tax
  - \* County Routes Service Agreement
  - \* Santa Fe College Service Agreement
  - \* Fares and Passes

# Regional Transit System (RTS) (Funds 450, 451 & 452)

- \* Key changes for FY 2017:
  - \* Increase to UF Contract which covers additional two driver/operator positions
  - \* Funding of holiday service on routes, started as General Fund pilot
  - \* Funding of Eastside routes, previously funded by grant

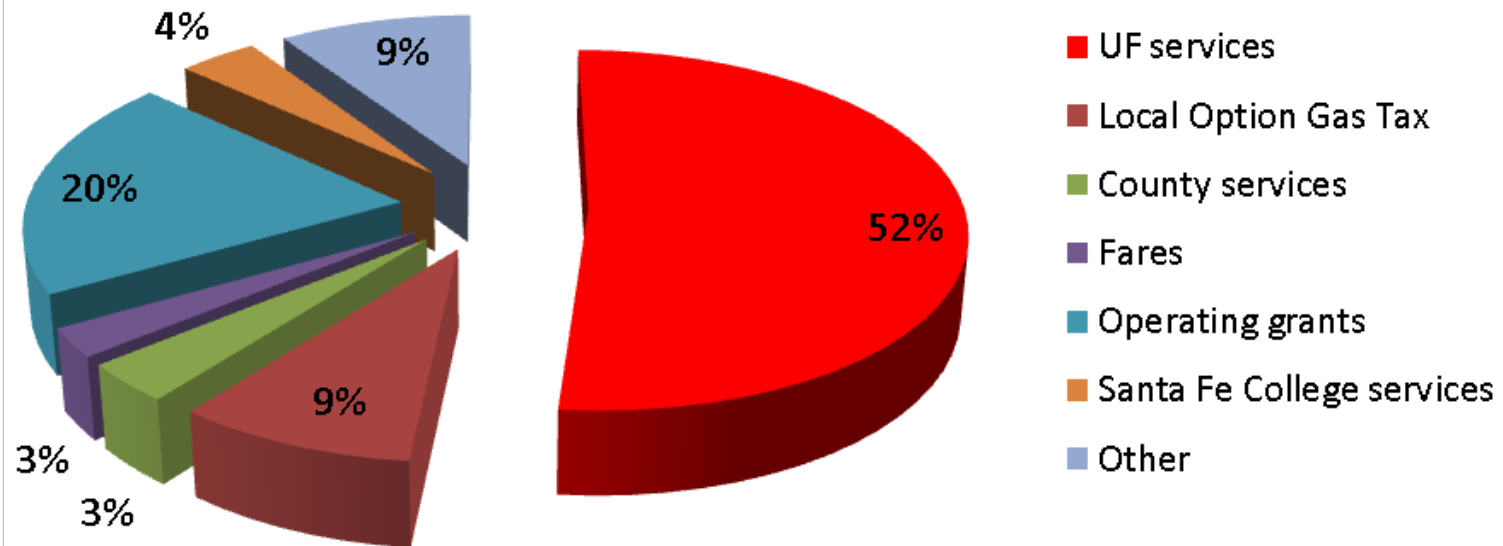
# Regional Transit System (RTS) (Funds 450, 451 & 452)

## Transit Revenues



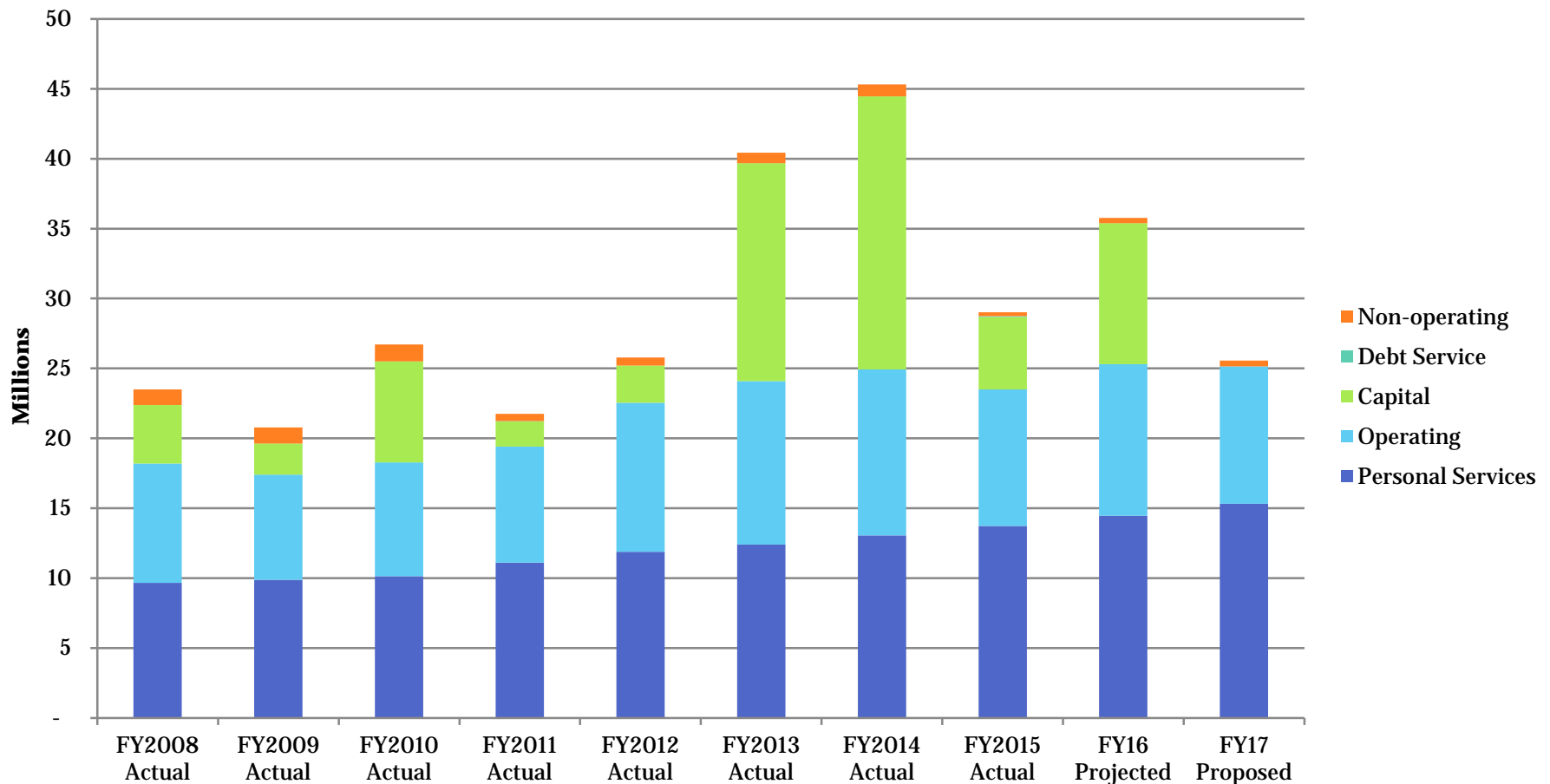
# Regional Transit System (RTS) (Funds 450, 451 & 452)

Composition of FY17 Proposed RTS Revenues



# Regional Transit System (RTS) (Funds 450, 451 & 452)

## RTS Expenses



# Other Funds

# Fund Balance Restrictions

- \* Unassigned
- \* Assigned
- \* Committed
- \* Restricted
- \* Non-Spendable



# Other Funds

- \* **Special Revenue Funds**
  - \* Committed, Restricted and Nonspendable
- \* **Debt Service Funds**
  - \* Restricted
- \* **Capital Projects Funds**
  - \* Assigned, Committed and Restricted
- \* **Internal Service Funds**
  - \* Assigned and Restricted
- \* **Pension & Other Post Employment Benefits Funds**
  - \* Restricted

# Proposed Millage Rate

# Proposed Millage Rate

		Revenue	Incremental Revenue
Taxable property value	6,020,276,081		
Less new construction/annexation	<u>(51,618,477)</u>		
Current adjusted taxable value	5,968,657,604		
Less dedicated increment value	<u>(536,804,991)</u>		
Adjusted taxable value	5,431,852,613		
 Prior year ad valorem proceeds	 26,008,458		
Less TIF payments	<u>(2,077,197)</u>		
Adjusted prior year ad valorem proceeds	23,931,261		
Divided by adjusted taxable value	5,431,852,613		
<b>= Current rolled back rate</b>	<b>4.4057</b>	<b>25,595,365</b>	<b>(593,579)</b>
Adj rolled back rate for maximum millage calc	6.3543		
Florida per capita personal income change	<u>1.0375</u>		
Majority vote maximum millage rate	6.5926	38,300,068	12,111,123
With 10% increase	<u>1.10</u>		
<b>= Two-thirds vote maximum millage rate</b>	<b>7.2519</b>	<b>42,130,365</b>	<b>15,941,420</b>
<b>FY17 tentative proposed millage rate</b>	<b>4.5079</b>	<b>26,188,944</b>	<b>-</b>

# Proposed Tentative Budget

<b>General Fund Budget Summary</b>	<b>General Fund</b>	<b>Non GF - Capital Items</b>
Baseline Revenues	113,173,180	-
Baseline Expenditures	110,242,851	-
Baseline Surplus	2,930,329	-
Adjustments for Pre-Existing Programs	(1,463,397)	-
Total Increments - Recurring	(2,721,826)	-
Total Increments - One Time	(2,089,614)	(10,071,650)
<b>Adjusted Funding Gap</b>	<b>(3,344,508)</b>	<b>(10,071,650)</b>

<b>Funding Sources</b>	<b>General Fund</b>	<b>Non GF - Capital Items</b>
General Fund Unassigned Fund Balance - Recurring	1,140,622	-
General Fund Unassigned Fund Balance - One Time	2,089,614	-
Community Grant Funding Sunset	114,272	-
QTI Set Aside Sunset	-	270,000
Capital Projects Fund Interest	-	551,650
Small Business Fund Balance	-	50,000
\$9.25M Bond Issuance (\$50k issuance cost in debt service fund)	-	9,200,000
<b>Total Funding Sources</b>	<b>3,344,508</b>	<b>10,071,650</b>

# General Fund Unassigned Fund Balance

<b>General Fund Unassigned Fund Balance Overview</b>	Unassigned FB	10% Policy	Unassigned FB above 10% policy
Unassigned fund balance at 09/30/2015	17,476,507	10,639,059	6,837,448
Lot 10 potential future NET obligation	(1,140,000)		
FY16 projected addition to fund balance	<u>1,611,014</u>		
Unassigned fund balance projected at 09/30/2016	17,947,521	11,190,229	6,757,292
Budgeted use of fund balance FY2017 - Recurring	(1,140,622)		
Budgeted use of fund balance FY2017 - One-time	<u>(2,089,614)</u>		
Unassigned fund balance projected at 09/30/2017	14,717,285	11,339,825	3,377,460

# General Fund Proposed Tentative Budget Summary

General Fund Revenues	113,398,251
General Fund Unassigned Fund Balance - Recurring	1,140,622
General Fund Unassigned Fund Balance - One Time	<u>2,089,614</u>
Total General Fund Revenues & Use of Fund Balance	116,628,487
General Fund Expenditures	116,628,487

# Next Meetings

- \* September 8<sup>th</sup>

- \* Adopt proposed millage rate resolution
- \* Adopt proposed budget resolution
- \* Adopt final fire assessment rate resolution

- \* September 15<sup>th</sup>

- \* Adopt final millage rate resolution
- \* Adopt final budget resolution