



# Fiscal Year 2014-2015 City Administrator's Recommended Budget Presentation



McDonough City Council  
June 5, 2014 – First Read of FY 15 Budget

# Presentation Agenda



- » Discuss the Highlights for FY 15 Budget Period
- » Discuss the recommended FY 2015 General Fund Budget
- » Discuss the recommended All Other Funds for FY 2015
- » Discussion of Citywide Operational FY 15 Budget
- » Future





# FY15 Highlights

## Upgrade Information Technology

- > New IT Administrator Position
- > New Upgraded Servers – Eliminate XP Systems
- > Document Imaging and Storage
- > Court and Council Audio/Video Systems

## » New Unified Development Code

- > Sign Ordinance
- > Zoning Regulations
- > Subdivisions and Development Regulations
- > Overlay District and Design Guidelines

## » Public Safety

- > Operating supplies and equipment (Guns, Ammo, Vests)
- > Municipal Court Building (\$40,000/YR for trailers @8Yrs)
- > Funding Crime Scene Investigators (CSI)

## » Management and Organizational Study

- > Review of City Operations and Management
- > Pay and Compensation Study

## » Improve the Transportation Systems

- > Intersection Improvements
- > One Way Pairs Project
- > Downtown Streetscape Project



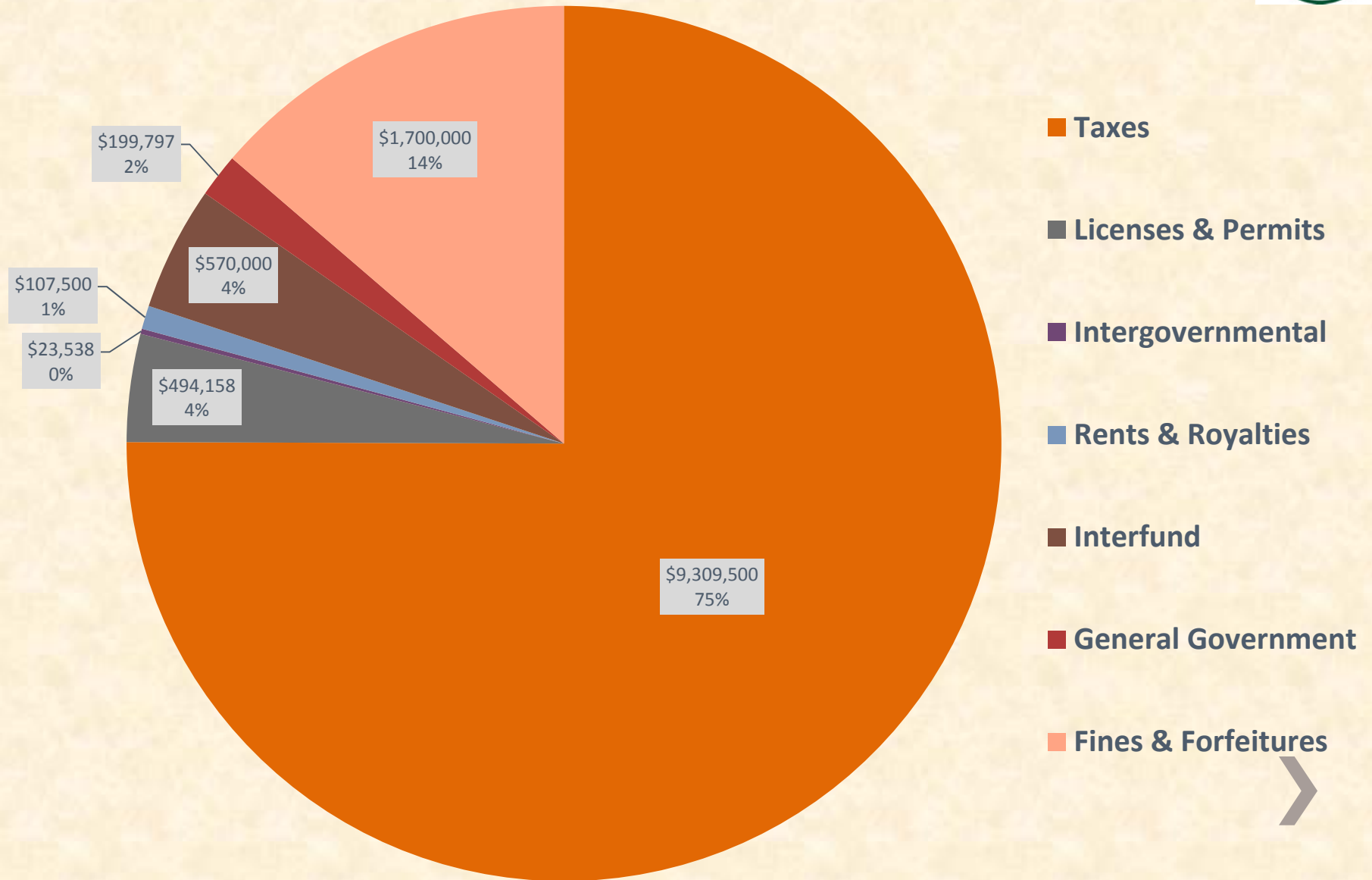
# FY15 Highlights



- » Slight increase in appraised Property Values by 10%, calculated for FY 15 Budget;
- » Local Options Sales Taxes to increase based upon the City's share of LOST per the recent negotiations;
- » Permits and Fees are up from present year (FY14) and last year's FY13 collections;
- » Insurance Premium Taxes continue trend upwards slightly year to year;
- » Potential for new commercial developments in 2015: projecting slight increase in permits
- » Increase in fines and forfeitures is expected overall despite some challenges in ticketing.

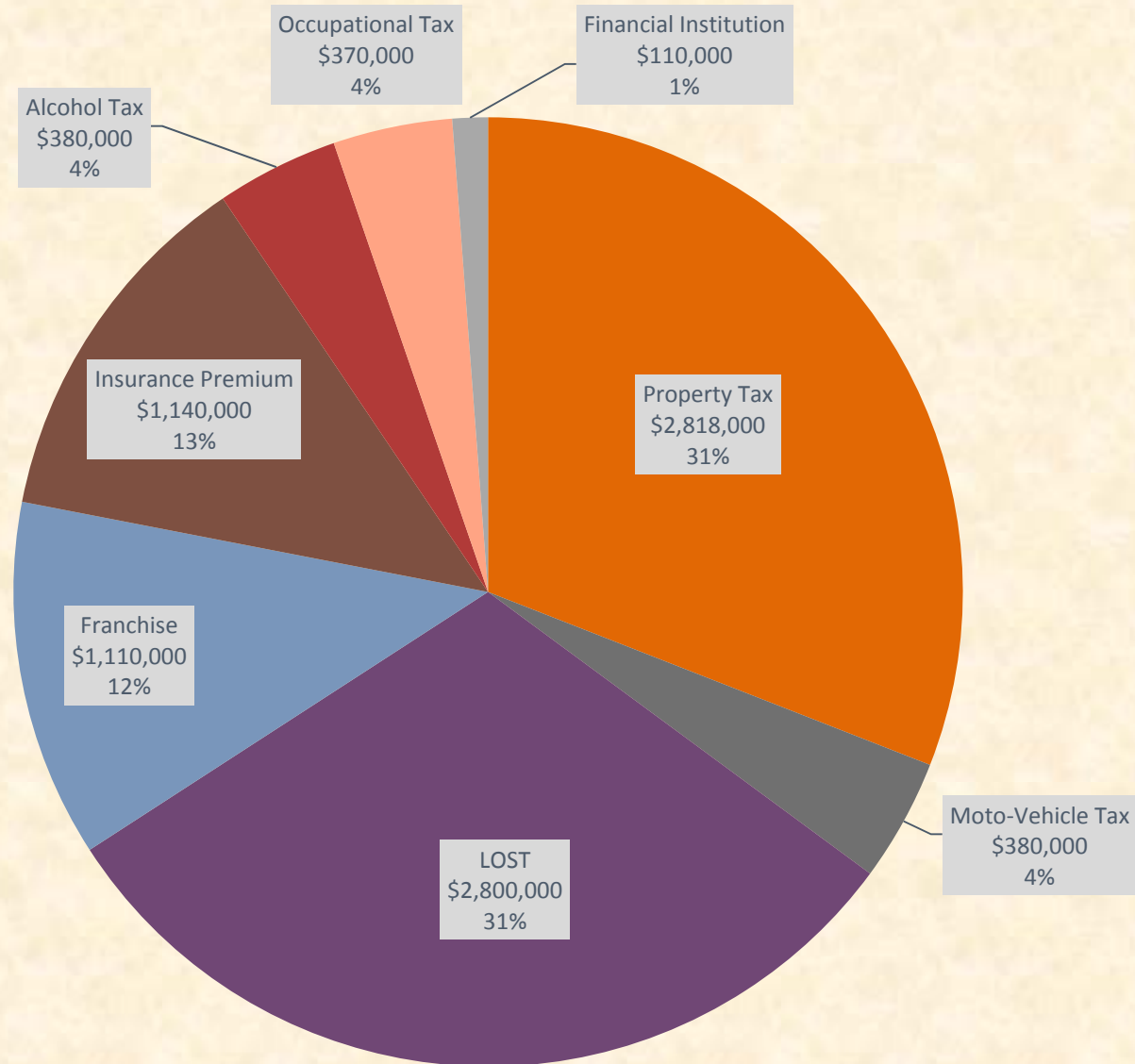


# General Fund Revenues





# Breakdown of Tax Revenues



Property Tax Moto-Vehicle Tax LOST Franchise Insurance Premium Alcohol Tax Occupational Tax Financial Institution

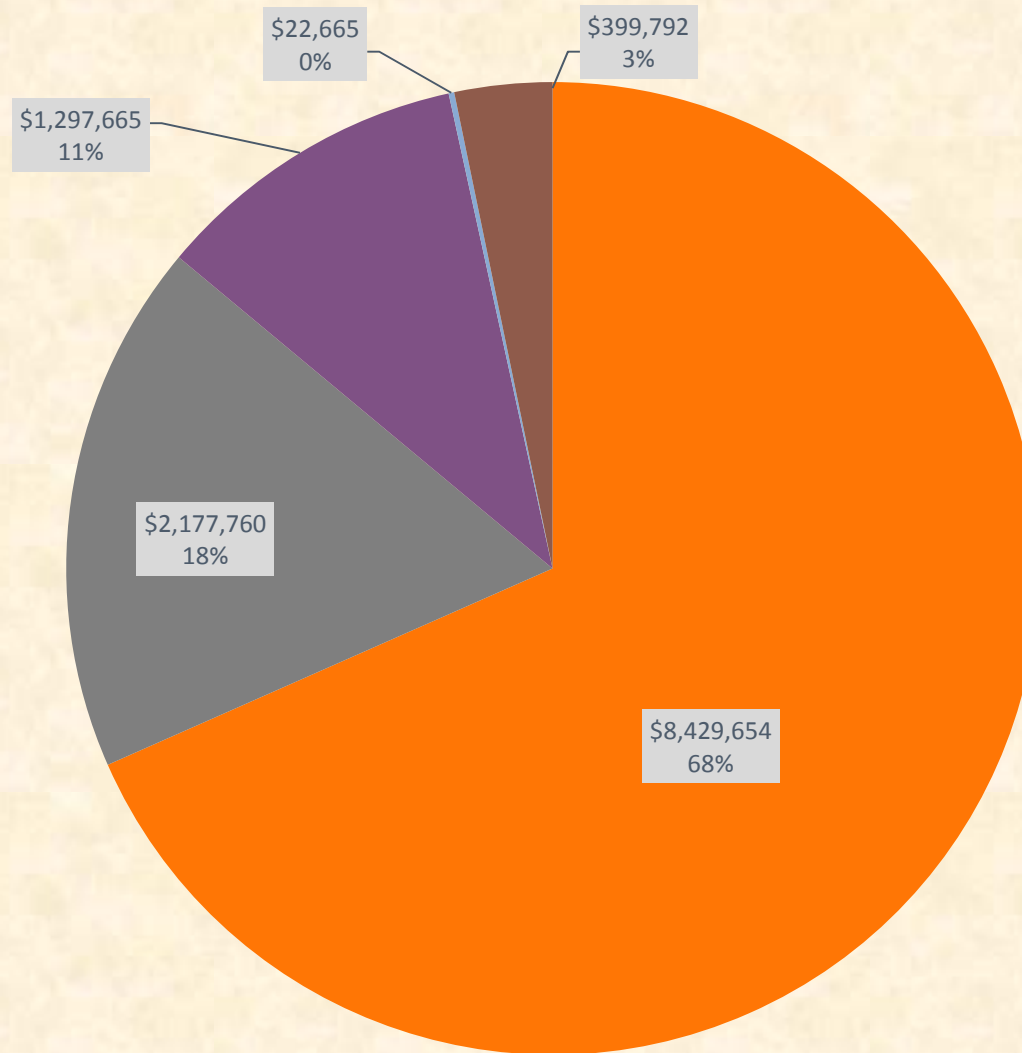
# FISCAL Highlights-Expenses



- » Personnel Services increase slightly from FY14 \$8.2 Million to FY 15 \$8.4 million;
  - > Group Insurance has increase by \$168,279
  - > Overtime Cost increased by \$10,000 (To cover potential storm events)
- » Purchase and Contracted Services decreased by \$203,000
  - > Professional Services increase to cover Management Study and UDC cost
  - > Liability Insurance increased by \$44,000
- » Supplies has increased from \$1.1 million to \$1.3 million;
  - > Small Tools increased by \$81,500 of Police ammo, guns and vests
  - > Operating supplies increased by \$51,000 most of which was to Police and Fire
- » Machinery and Equipment has increased from \$17,230 to \$22,665;
- » Payment to Others have increase from \$312,250 to \$399,792.
  - > Increases in Drivers Ed and Training Fund
  - > County Jail Fund
  - > Victims Assistance Funds



# General Fund Expenditures By Type



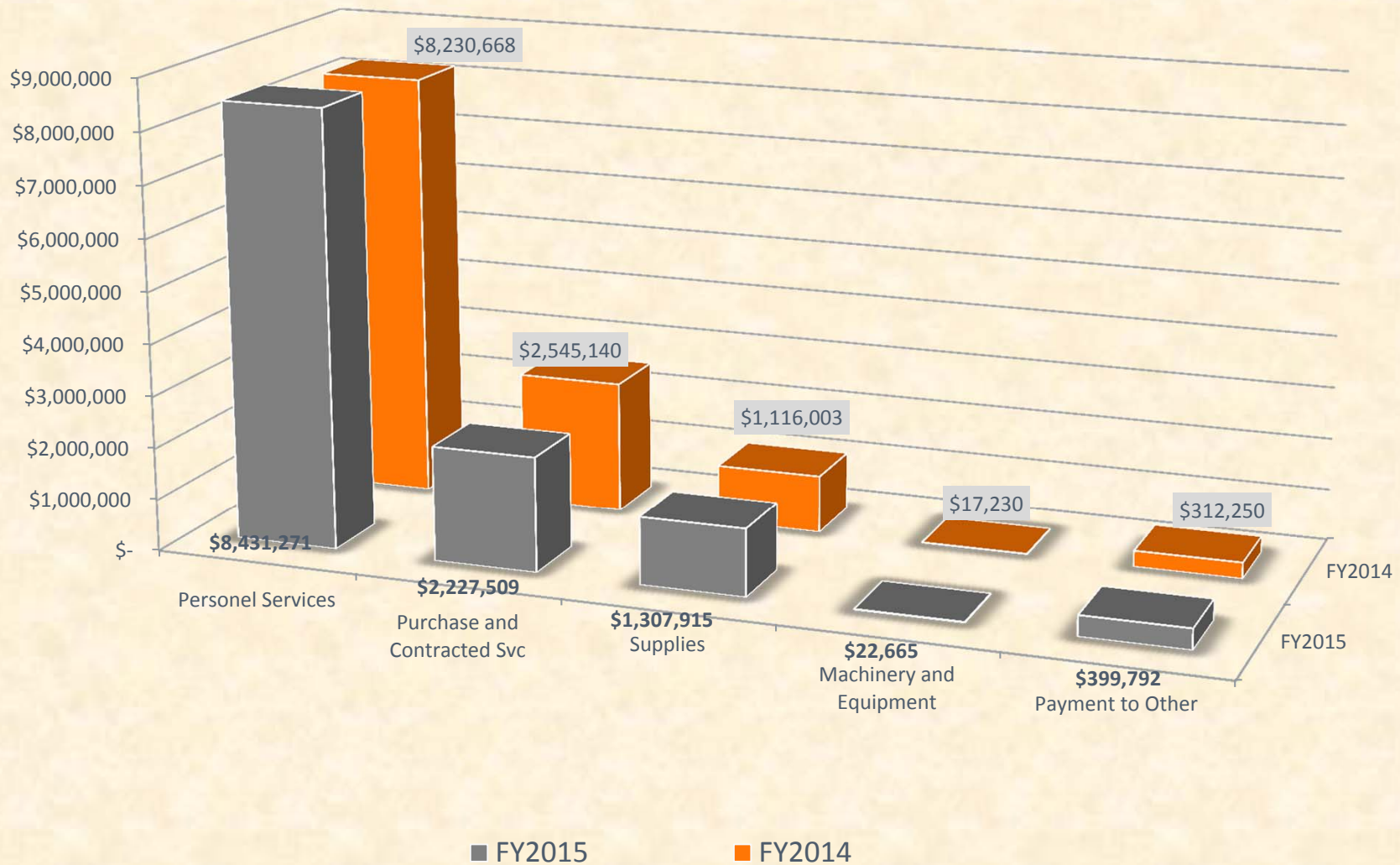
Salaries & Benefits Purchase/Contract'd Svc Supplies Machinery & Equipment Payments to Others







# Expenditure Comparison By Type



# Expenditures by Function



## General Government

- » Mayor and Council- \$365,092
- » Administration- \$448,626
- » Information Technology- \$412,302
- » Executive - \$319,198
- » Finance - \$1,105,422

## Public Safety

- » Municipal Court- \$808,778
- » Probation- \$167,134
- » Fire Department- \$1,868,255
- » Police- \$3,831,058

## Highways/ Streets

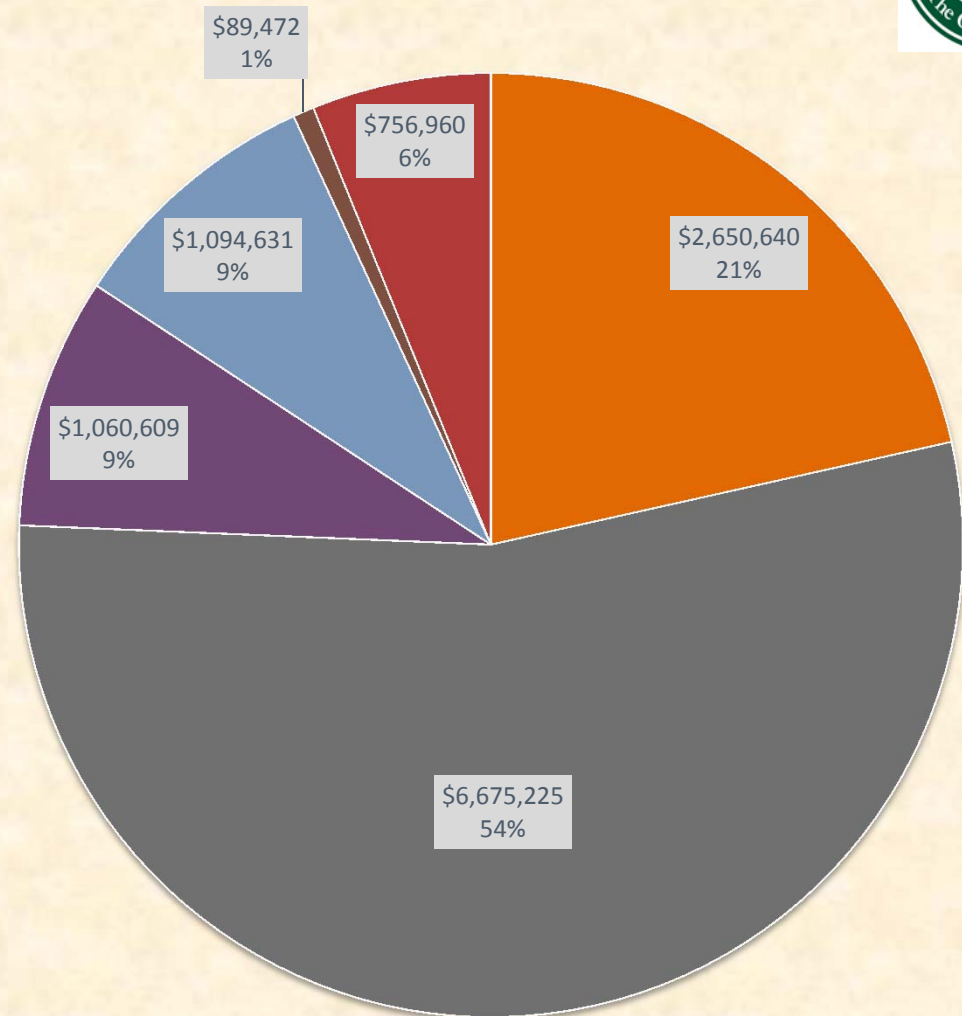
- » Building Maintenance- \$756,960
- » Highways & Streets- \$973,290
- » Cemetery- \$31,129
- » Parks- \$56,190

## Community/Economic Development

- » Building Department -\$273,322
- » Code Enforcement- \$83,829
- » Community Development- \$374,579
- » Business Development- \$178,305
- » Main Street- \$184,596

## City Promotions

- » City Promotions- \$89,472



■ General Government

■ Highways/Streets/Parks

■ City Promotions

■ Public Safety & Courts

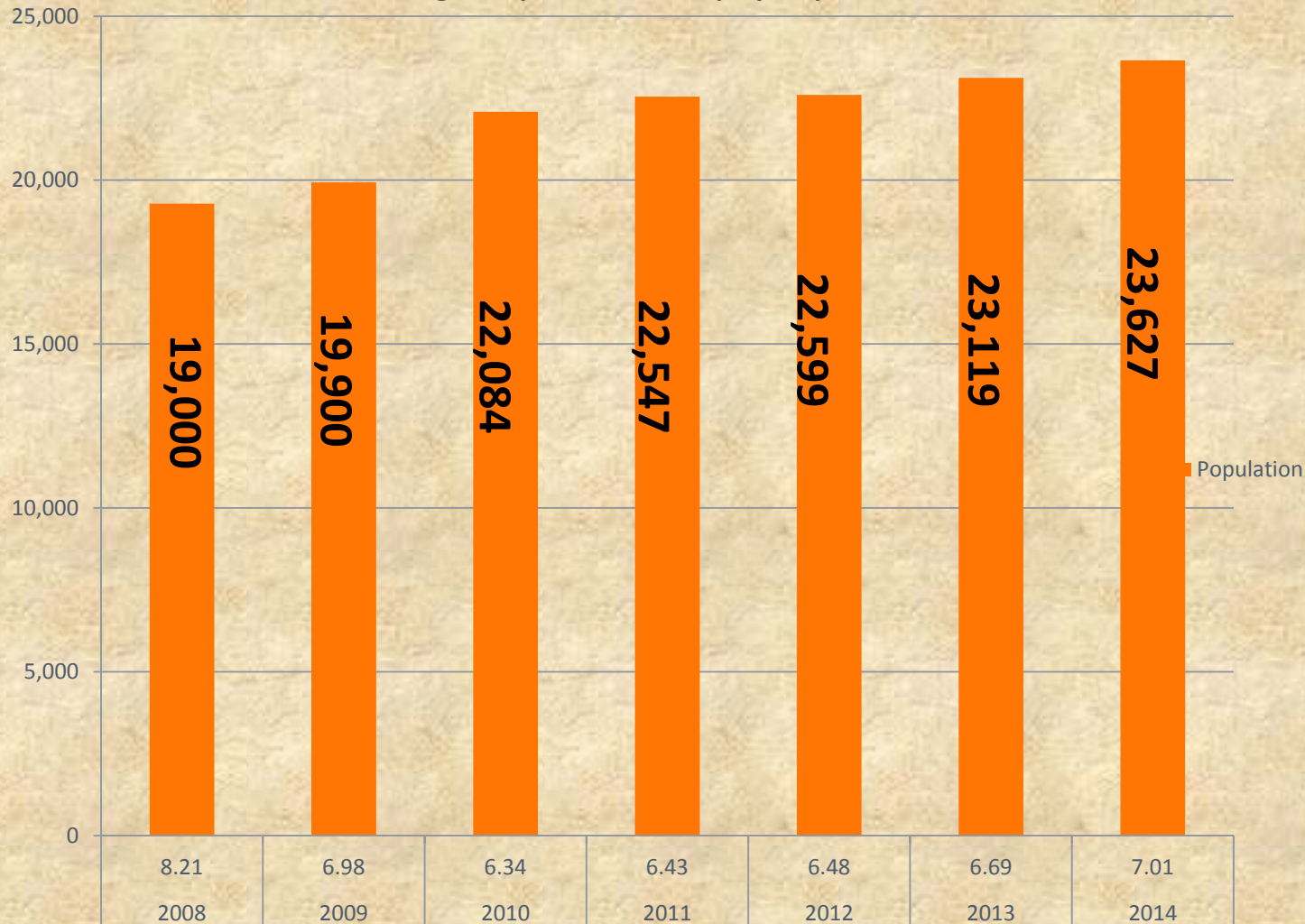
■ Community/ Economic Development

■ Building Maintenance

# McDonough Population and Employees per 1000 Citizens History



McDonough's Population and Employees per 1000 Citizens

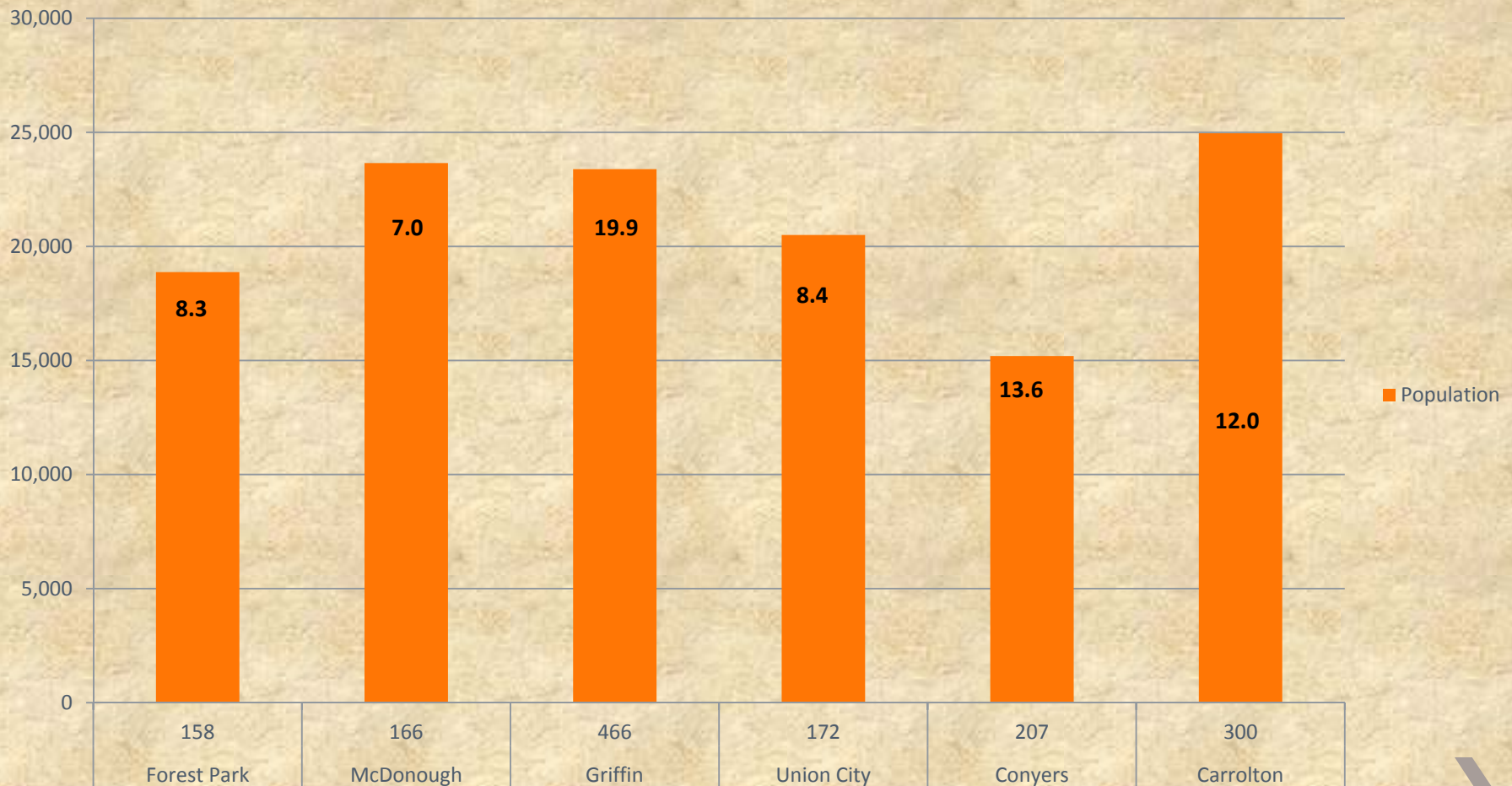




# General Fund Highlights



Employees per 1000 Residents



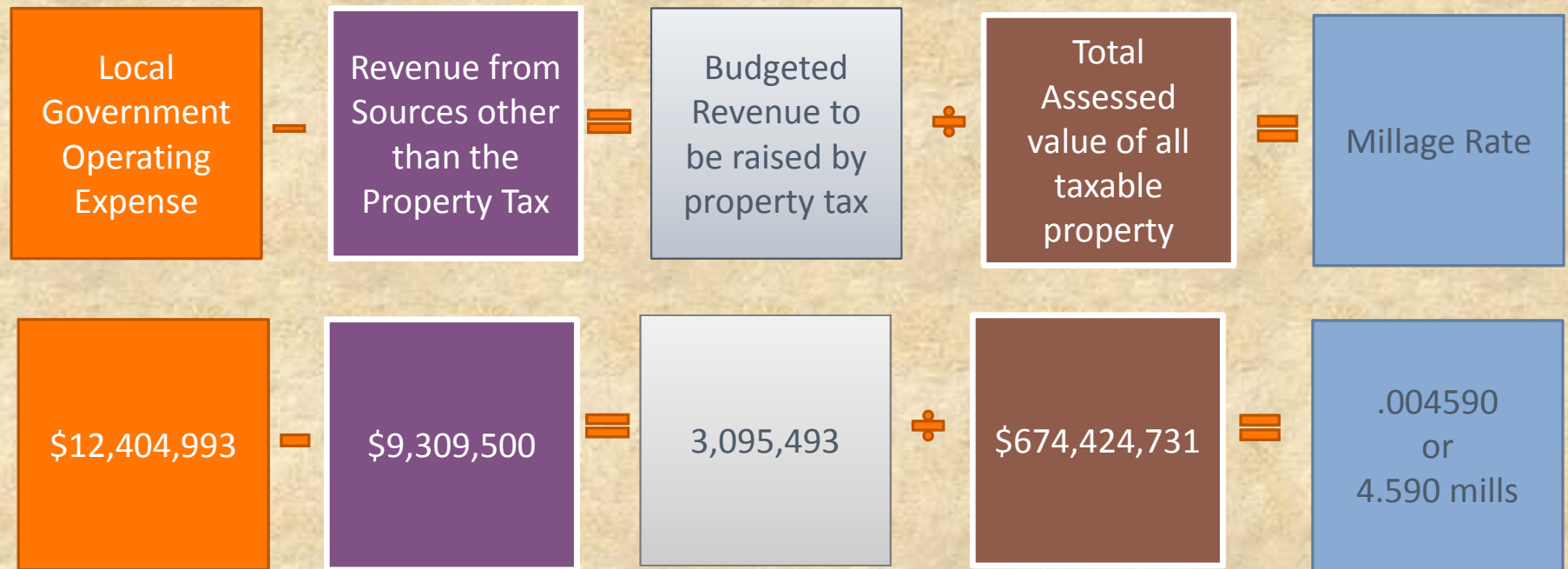


# General Fund Budgets

## Historical Citywide Budgets



# McDonough's Millage Rate



**\*\* State Law Governs How to calculate your Millage Rate to Support General Fund Operations**

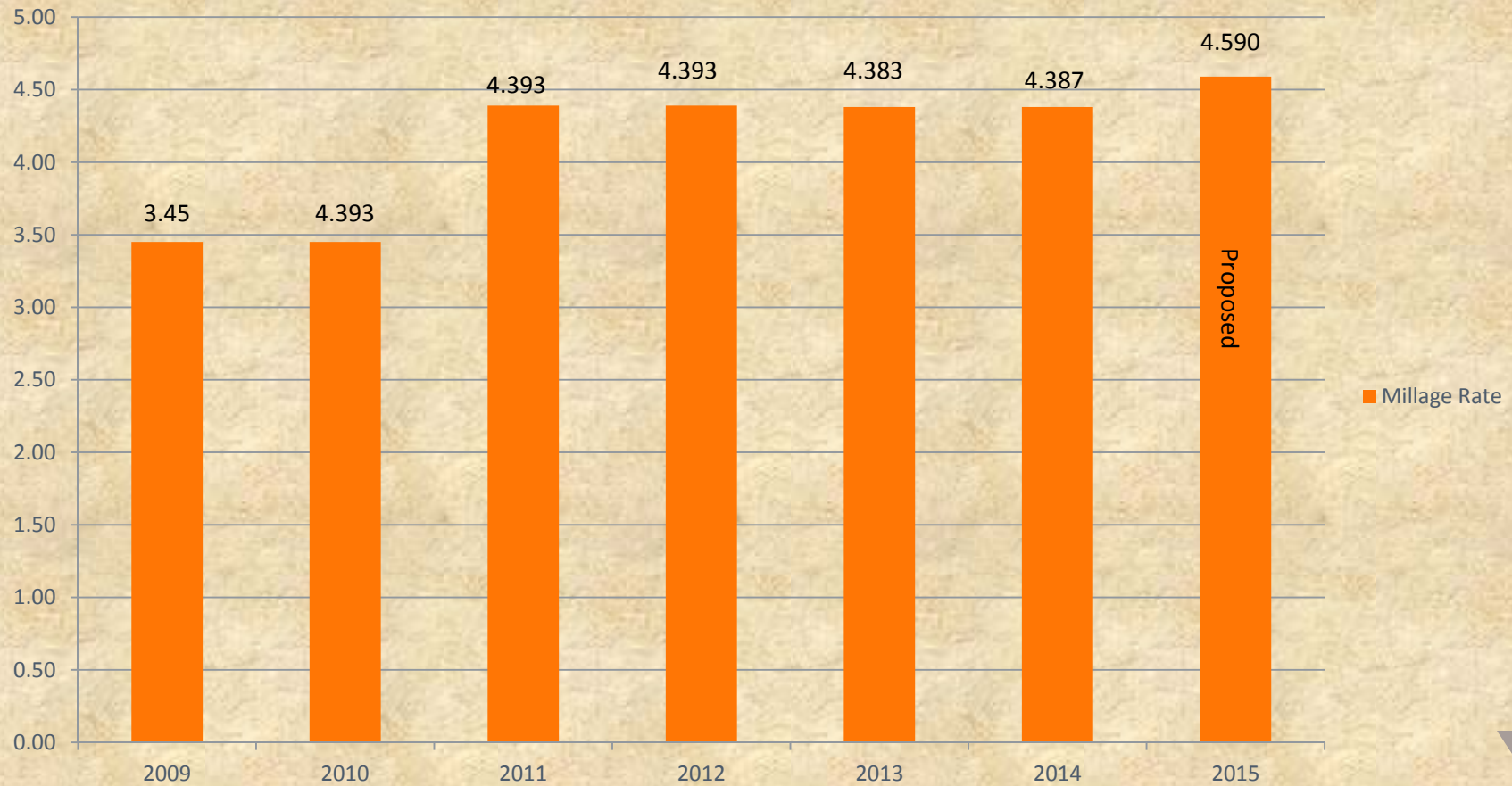




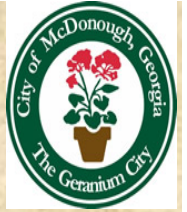
# McDonough's Millage Rate



Millage Rate



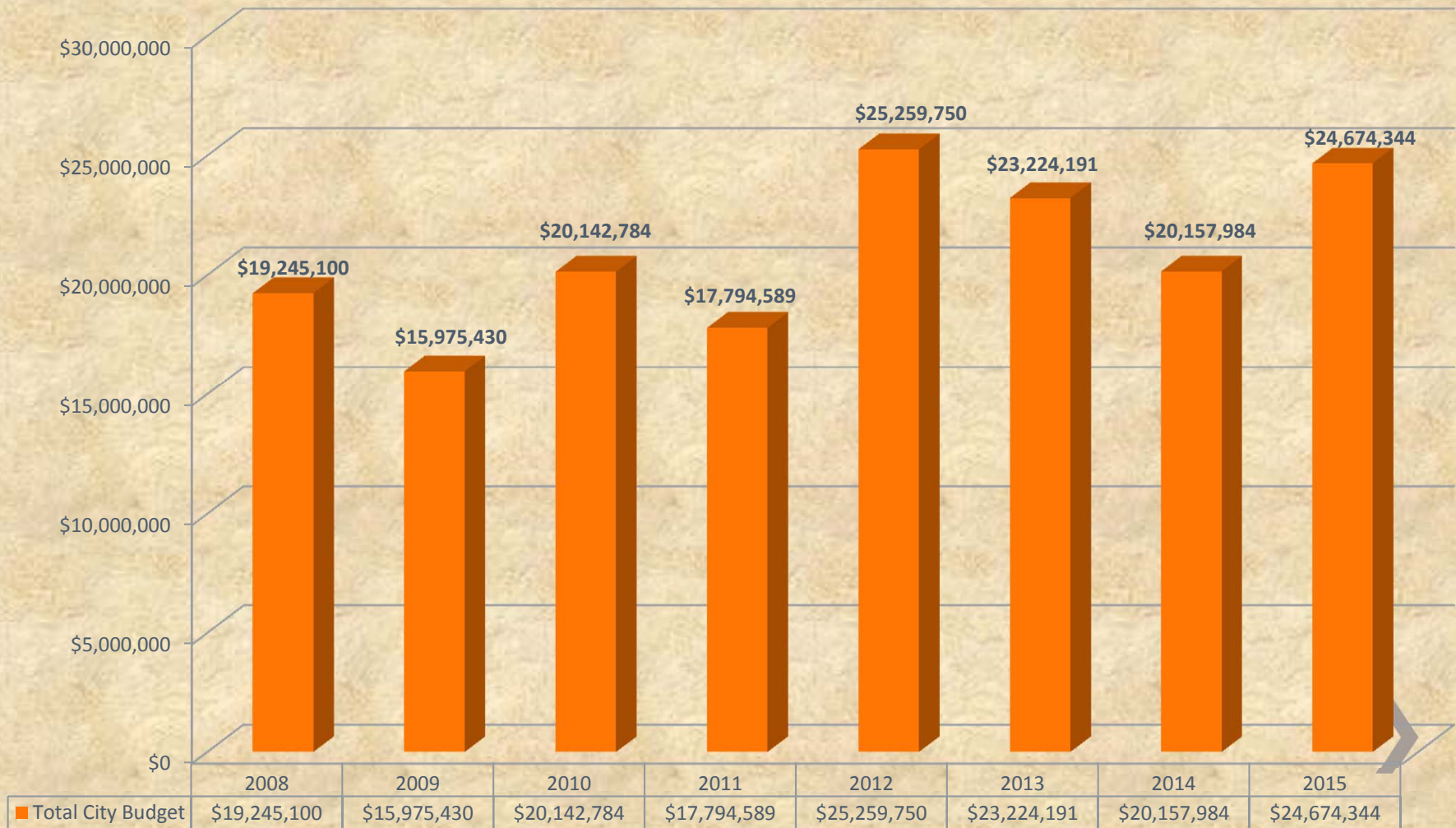
# Tax Distribution by Gov't Entity



# Total Citywide Budget

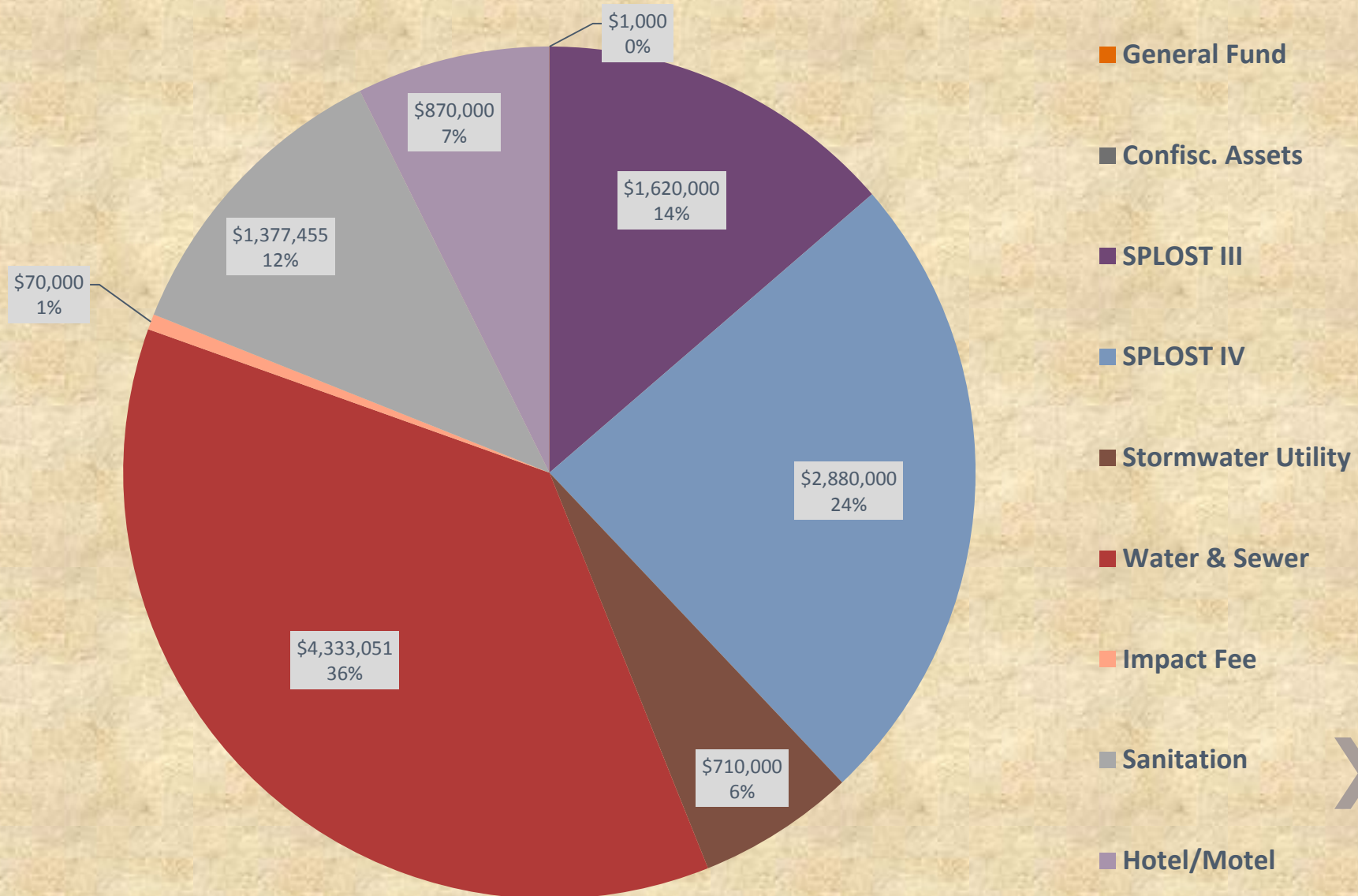


Total City Budget





# Revenues By All Funds



# FY15 Capital Improvements



- » Municipal Court Building
- » McDonough Memorial Cemetery Expansion
- » Computer Servers & Desktops
- » Public Work Equipment



# Forecast



## » Development will continue throughout the coming Years

- > Increase in Commercial Development (South Point and Avalon Area)
- > Increase in Residential Development (Avalon, Bridleridge, etc.)

## » Increase Need for Public Safety and Public Works Services

- > Increase in water and sewer usage, Street and Parks Maintenance
- > Water System upgrade need to sustain the growth





# Alternate Recommendation

- » Increase Fire Fighters by four (4)
- » Increase Police Officer by one (1)
- » Fund the Municipal Court
- » \$515,000 addition to General Fund
  - > General Fund would increase overall to \$12.9 million from \$12.4
- » Offset in Millage Rate Adjustment
  - > ISO rating decrease from 4 to 3 will reduce all residential and commercial insurance premiums



# Questions

