



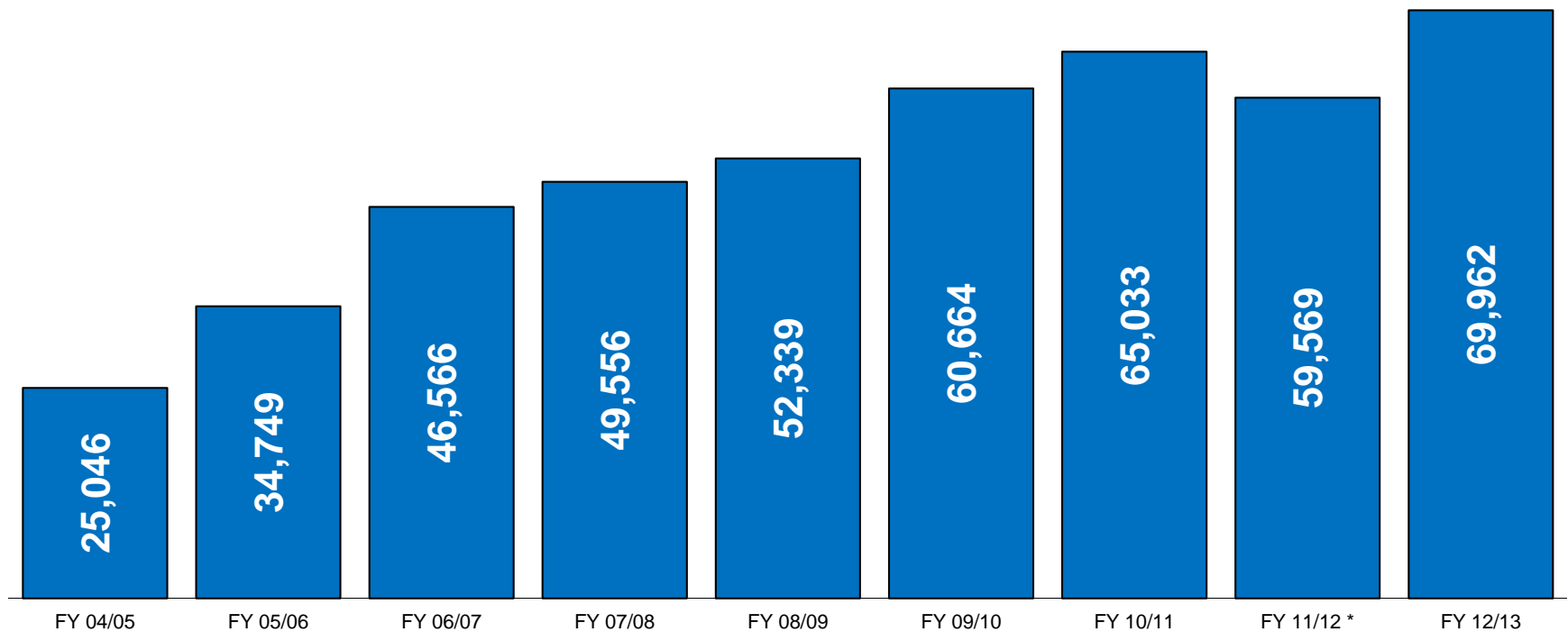
Budget Retreat

Financial Update

February 7, 2014



General Fund Ending Fund Balance



* In FY 11/12 the City provided a supplemental contribution of \$10 million to the Pension System. If not for this action the ending fund balance in FY 11/12 and FY 12/13 would both be \$10 million higher.

General Fund Fund Balance

	FY 10/11	FY 11/12	FY 12/13
Non-spendable	403,326	384,753	366,434
Restricted	264,231	-	-
Committed	36,355,200	40,813,420	36,891,881
Assigned	-	160,690	1,985,062
Unassigned	<u>28,009,942</u>	<u>18,210,620</u>	<u>30,718,668</u>
Total Fund Balance	<u><u>65,032,699</u></u>	<u><u>59,569,483</u></u>	<u><u>69,962,045</u></u>

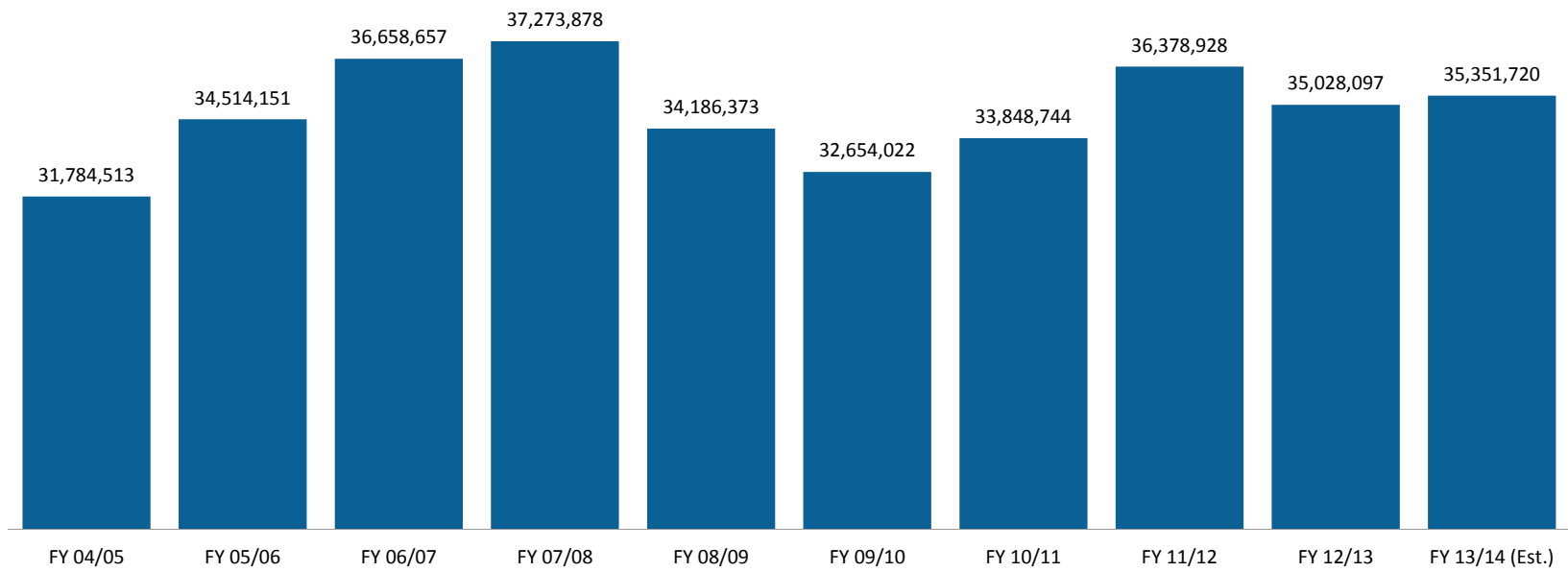
Mid-Year Forecast

- Prognosis is mixed
 - Strength in business tax receipts and personal property taxes
 - Relatively flat to negative change in real property taxes
 - Weakness in local option and state shared sales taxes
- Overall revenue forecast is consistent to positive when compared to budget

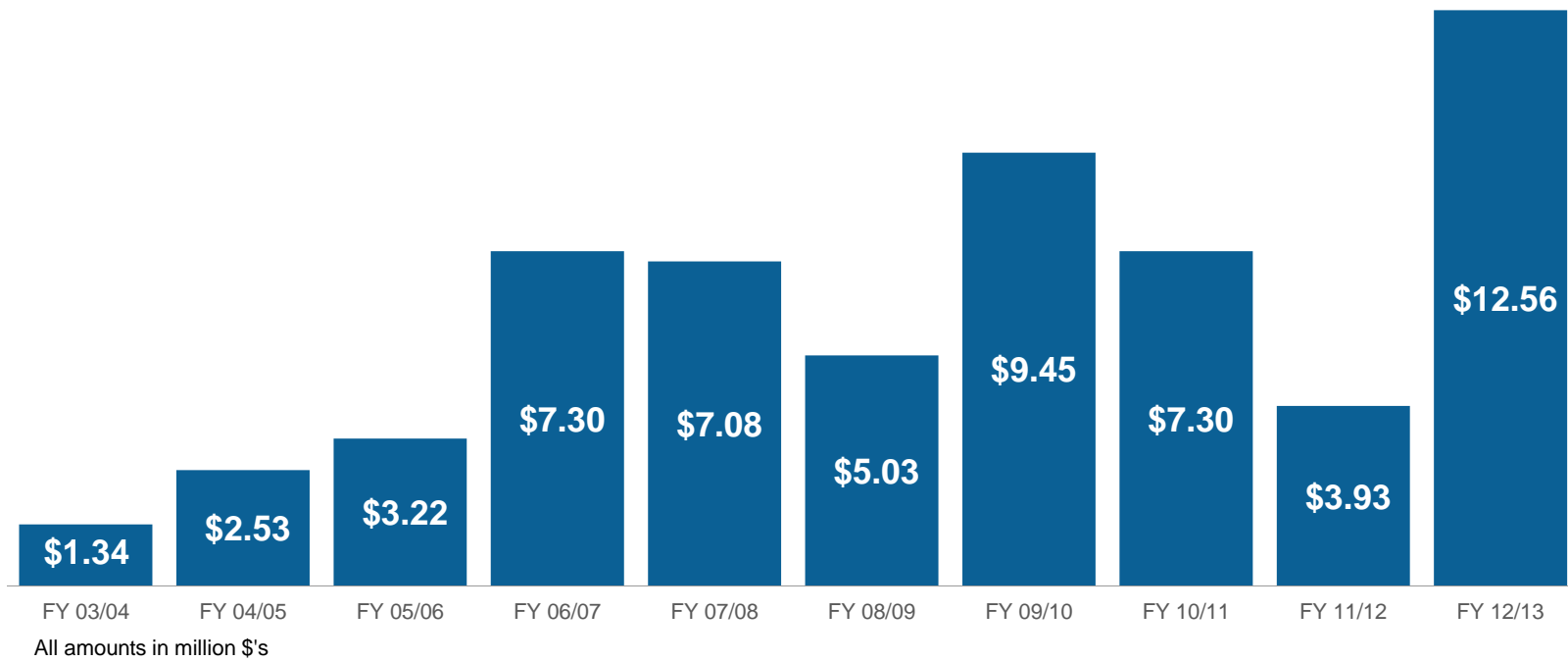
Fund Balance Ending 12/31/2013

Revenues	80,299,506
Expenditures	71,510,058
Net Transfers	(15,740,150)
Revenues/Sources Over Uses	(6,950,702)
Beginning Fund Balance	69,962,045
Ending Fund Balance	63,011,343

Local Option Sales Tax



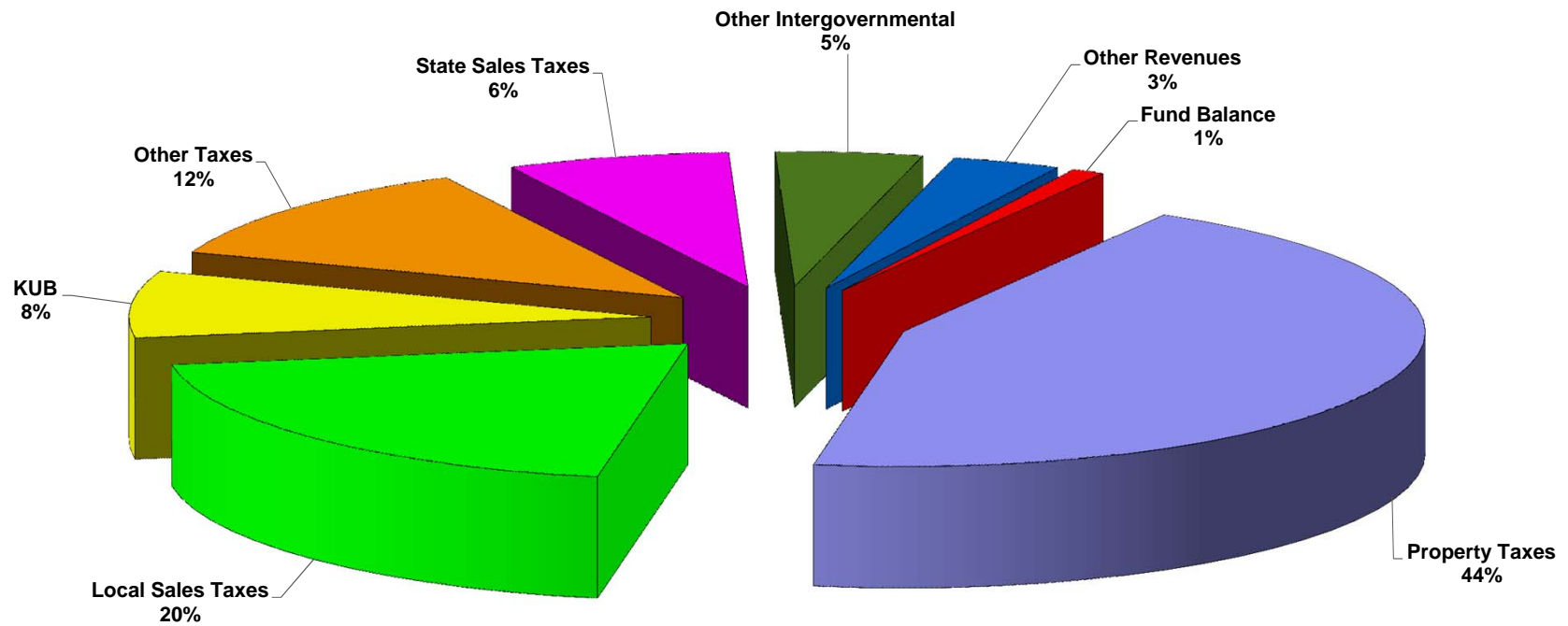
Hall Income Tax Receipts



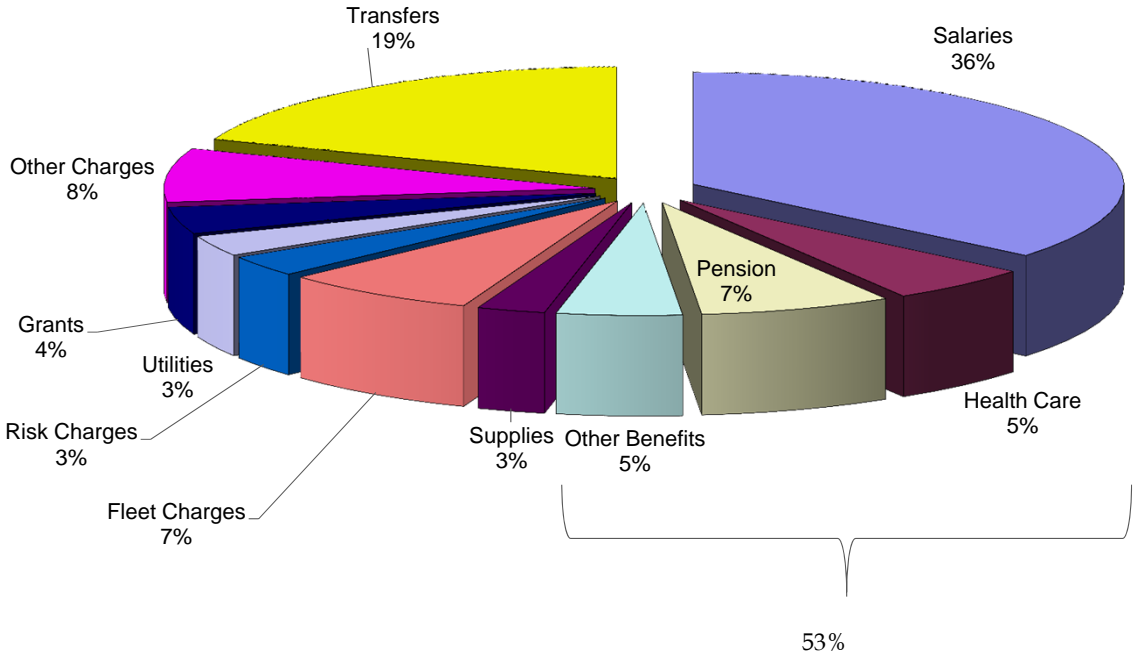
Forecast Ending 6/30/2014

	Amended Budget	Current Forecast
Revenues	178,046,260	179,460,090
Expenditures	149,848,000	146,196,570
Net Transfers	(34,098,260)	(38,238,260)
Revenues/Sources Over Uses	(5,900,000)	(4,974,740)
Beginning Fund Balance	69,962,045	69,962,045
Ending Fund Balance	64,062,045	64,987,305

General Fund Revenues



General Fund Expenditures



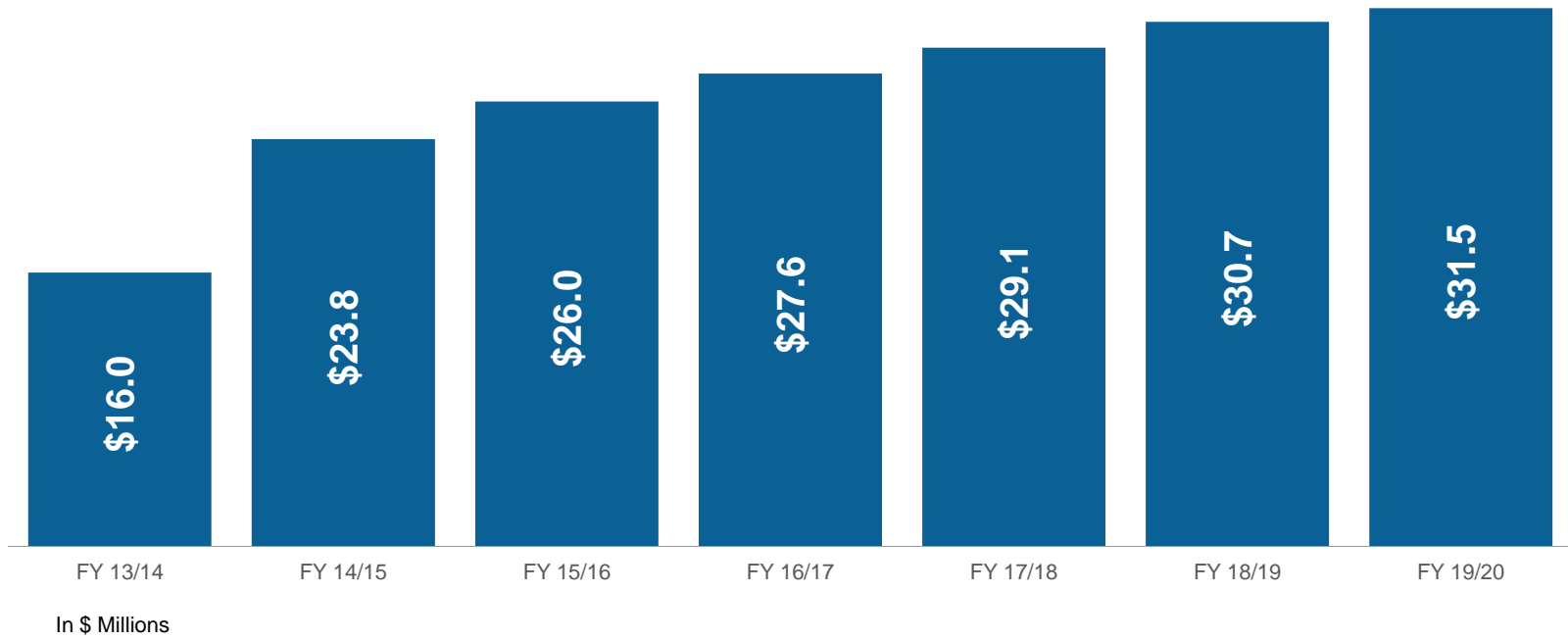
2014/15 Budgetary Concerns

- Limited new growth in real property
- Lower local option sales taxes
- Lower state shared sales taxes
- Significantly higher pension contributions
- Cost of living adjustments
- Higher health care costs
- Potential federal/state cuts

Financial Drivers for Upcoming Budgets

	FY 14/15	FY 15/16
Pension Contributions	7.80	2.20
Cost of Living Adjustments	2.20	2.30
Health Cost Increases	1.00	0.70
	<u>11.00</u>	<u>5.20</u>

Estimated Pension Costs



The Budget Calendar

- February 7, 2014 – Budget Retreat
- Feb. – March – Departments submit budget requests, base numbers calculated, and capital budget prepared
- March 26 – March 28, 2014 – Mayor’s budget hearings
- April 24, 2014 – Mayor’s budget submitted
- April 29, 2014 – First reading of budget and tax ordinances
- May 8, 2014 – MPC Hearing on Capital Improvement Program
- May 21, 2014 - Council Budget Hearings
- May 21, 2014 - Public Hearing
- May 27, 2014 – Second reading of budget and tax ordinances