



To: Mayor and Council
From: Cindy King, Director of Finance and Administration
Subject: Amendment 2 to 2016 Budget Update
Date: August 4, 2016

BUDGET UPDATE

End of June 2016 cumulative expenditures are \$15,842,043 – up \$552,229 or 4% from 2015; Revenues are \$18,664,482 - up 18% from 2015, without one time revenues the increase was about 6%. Revenues are \$2,822,439 greater than expenditures.

General Fund Reserves – The Fiscal Year 2016 budget includes a 5% increase to 60% General Fund reserve target of \$20,559,138 which was met during January due to departments operating within budget in 2015.

Amendment two for 2016 was reviewed at the July Finance Committee meeting and proposes the following:

GENERAL FUND REVENUE

- Bodenhamer Tennis Pro Lessons revenue reduced \$54,640 and corresponding expense reduced \$44,280 due to loss of the Tennis Pro.
- BP Lost Revenues increased by \$271,582 for legal fees held be state 5 years returned to City.
- Pelican Place Closing Proceeds increased the revenues Transfer from 2005C Fund by \$1,031,546.
- Sale of General Asset line increased by \$100,000 reflecting sale of Tennis Court Cover of approximately \$47,000 and Cowikee Fire Department \$25,000 purchase of an old fire truck.
- Proceeds from Motorola of \$613,000 recognized for Police radio upgrade loan from Motorola.
- Proceeds from 2012 A reduced \$167,500 for Gulf Place Design moved to 2016 B Line of Credit.
- Executive Contract/Consulting Amendment 1 add of \$187,500 reduced for year to date expenses of \$118,321 charged to General Fund plus \$20K appraisal/fees for land donation.

GENERAL FUND EXPENSE

- Executive Department additions of \$98,490 for Election Expenses (\$15K), correction for Furniture, Equipment, Fixtures of \$7,500, Miscellaneous increase of \$55,990 for Economic Development Expenses and \$20,000 for closing costs related to donation of 40 acre land by Mayor minus \$187,500 Gulf Place design expenses.
- Municipal Court Overtime increase and salary reimbursement decrease for transfer from the Municipal Court Judicial Administration fund for Spring Break overtime. Revenue and expense for Municipal Court Revenue and transfer are also shown in the Municipal Court fund.
- Police Furniture and Equipment line increased \$613,000 for Motorola Radios.
- Sportsplex, Parks and Cultural Center interdivision line adjustments that total zero.
- Transfer of one position from Custodial to Maintenance with net effect to budget of zero.
- Appropriations outside agencies reduced \$50K due to NCAA Beach Volleyball revenue increase that offset projected expenses.



- Transfer to Debt Service fund increased \$1,848,843 for 2014 Principal payments for Fire Trucks, Public Work Bucket Truck, repay \$21,000 earnest money and for \$820,957 for other improvements that might not be covered by long term refinancing.

2014 GO Warrant Fund (Non-taxable)

- Revenue and expense increased \$30,526 for Clay Tennis court Resurfacing

2016B GO Warrant Fund (Taxable)

- Revenue and Expense increased \$3 million for Gulf Place Phase I Design of \$932,699 and estimated 2016 construction costs of \$1,951,430 plus a transfer of \$115,871 for 2015 & 2016 year to date Design expenses.

Please let me know if any additional information is needed.

Attachments (2)