

CITY of *Palatka* **FY2016-17**  
FLORIDA

**BUDGET WORKSHOP**

**THURSDAY, JULY 28, 2016**

# City-wide Assumptions

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- **5% cost of living increase**
- **Increase in health insurance costs of 18% (down from 30%)**
- **City share of Pension contribution:**
  - **General Employees from 23.2% to 22.4%**
  - **Police Officers from 11.6% to 8.4%**
  - **Firefighters from 31.3% to 32.8%**

# Airport Fund

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- **No changes since first budget workshop**

# Airport Fund Revenues & Expenditures

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	Budget 2015-16	Projected 2015-16	Budget 2016-17
Grant Revenues	\$-	\$456	\$604,220
Grant Expenditures	\$-	\$-	\$625,900
<b>City Share of Grants</b>	<b><u>\$-</u></b>	<b>\$456</b>	<b><u>\$(21,680)</u></b>
Operating & Other Revenues	\$833,821	\$698,357	\$728,378
Operating Expenditures	\$(806,927)	\$(746,279)	\$(760,600)
Debt Service	\$(160,166)	\$(160,166)	\$(154,290)
<b>Net Revenues/(Expenses)</b>	<b><u>\$(133,272)</u></b>	<b><u>\$(208,087)</u></b>	<b><u>\$(186,512)</u></b>
<b>Transfer (General Fund)</b>	<b>\$133,272</b>	<b>\$207,631</b>	<b>\$208,192</b>

# Utility Fund

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## ▪ **Changes since first budget workshop:**

- **Added \$131,431 in expenditures for generator project at WWTP**
- **Added \$60,000 in revenues from SJRWMD for the generator project at WWTP**

# Utility Fund Revenues & Expenditures

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	Budget 2015-16	Projected 2015-16	Budget 2016-17
Total Revenues	\$6,122,277	\$4,677,869	\$4,943,225
Total Expenditures	\$(6,112,930)	\$(4,491,545)	\$(4,811,801)
<b>Net Revenues/(Expenses)</b>	<b><u>\$(9,347)</u></b>	<b><u>\$186,323</u></b>	<b><u>\$131,424</u></b>
<b>Reserves</b>	<b>\$469,829</b>	<b>\$656,152</b>	<b>\$787,576</b>
<b>Reserves as % of Op. Exp.</b>	<b>10.46%</b>	<b>14.61%</b>	<b>16.37%</b>

## Reasons for Projected to be significantly different than Budget:

- \$1,500,000 for BCR Project @ WWTP did not occur this fiscal year
- Approx. \$110,000 savings in Water Plant due to savings in operating exp.
- Approx. \$150,000 savings in W&S Distribution due to transfer for capital not being expended
- Approx. \$132,000 in additional expenses in WWTP due to St. Johns and Moody lift station repair and multiple pump replacements
- Approx. \$55,000 increase in projected revenues vs. budgeted revenues

# Golf Fund Highlights

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- **Due to the outstanding RFP for management/lease of the course, budget figures for next year are not yet finalized.**
- **Revenues and expenditures were adjusted slightly after review with Golf Course Manager**

# Golf Fund Revenues & Expenditures

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	Budget 2015-16	Projected 2015-16
Operating & Other Revenues	\$676,479	\$686,893
Operating Expenditures	\$(714,735)	\$(817,992)
<b>Op. Revenues/(Expenses)</b>	<b><u>\$(38,256)</u></b>	<b><u>\$(131,099)</u></b>
Capital Outlay	\$(37,000)	\$(37,000)
Management Fee	\$(81,000)	\$(81,000)
Admin. Exp. Reimbursement	\$(14,998)	\$(14,998)
<b>Total Other Expenses</b>	<b><u>\$(132,998)</u></b>	<b><u>\$(132,998)</u></b>
<b><u>TOTAL EXPENSES</u></b>	<b><u>\$(171,254)</u></b>	<b><u>\$(264,097)</u></b>
<b>Transfer (General Fund)</b>	<b>\$121,254</b>	<b>\$264,097</b>
Transfer from Better Place	\$168,984	\$168,984
Debt Service	\$(168,984)	\$(168,984)

# Sanitation Fund

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- **No changes since first budget workshop**

# Sanitation Fund Revenues & Expenditures

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	Budget 2015-16	Projected 2015-16	Budget 2016-17
Operating Revenues	\$1,629,640	\$1,646,645	\$1,751,733
Other Revenues	\$500	\$2,787	\$600
Operating Expenditures	\$(1,526,776)	\$(1,582,100)	\$(1,677,827)
Debt Service	\$(64,517)	\$(64,517)	\$(164,070)
<b>Net Revenues/(Expenses)</b>	<b><u>\$38,847</u></b>	<b><u>\$44</u></b>	<b><u>\$(89,564)</u></b>
Debt Proceeds	\$575,000	\$418,986	\$-
Capital Outlay	\$(575,000)	\$(421,757)	\$-
<b>Reserves</b>	<b>\$588,870</b>	<b>\$551,448</b>	<b>\$460,884</b>
<b>Reserves as % of Op. Exp.</b>	<b>37.01%</b>	<b>33.49%</b>	<b>25.02%</b>

# Sanitation Fund Revenues & Expenditures

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	Budget 2016-17	Budget 2017-18	Budget 2018-19
Operating Revenues	\$1,751,733	\$1,835,781	\$1,955,087
Other Revenues	\$600	\$620	\$640
Operating Expenditures	\$(1,677,827)	\$(1,728,162)	\$(1,780,007)
Debt Service	\$(164,070)	\$(168,992)	\$(174,062)
<b>Net Revenues/(Expenses)</b>	<b><u>\$(90,564)</u></b>	<b><u>\$(61,373)</u></b>	<b><u>\$1,018</u></b>
<b>Reserves</b>	<b>\$460,884</b>	<b>\$399,511</b>	<b>\$400,529</b>
<b>Reserves as % of Op. Exp.</b>	<b>25.02%</b>	<b>21.06%</b>	<b>20.50%</b>

- **Rate increases of 6.5% per year**
- **Estimated expenditure increases of 3% per year**
- **Net revenues/expenditures balanced by 2018-2019 while reserves remain above 2 months of operating expenses**

# General Fund

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- **Changes since the first budget workshop:**
  - **Ad valorem millage rate increased from 6.2500 to 6.4000**
  - **Several other revenue sources adjusted upwards slightly**
  - **Added \$50,000 for Parks and Recreation Programs**
  - **Added \$30,000 for part-time Parks and Recreation Program Coordinator**
  - **Added \$30,000 for two additional part-time on-demand laborers**
  - **Added \$20,000 for internship program**

# General Fund Revenues & Expenditures

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	Budget 2015-16	Projected 2015-16	Budget 2016-17
Operating Revenues	\$8,379,613	\$8,681,293	\$9,021,084
Operating Expenditures	\$(7,956,964)	\$(7,923,591)	\$(8,590,584)
Transfers	\$(379,526)	\$(596,727)	\$(430,155)
<b>Net Revenues/(Expenses)</b>	<b><u>\$43,123</u></b>	<b><u>\$160,975</u></b>	<b><u>\$345</u></b>
<b>Reserves</b>	<b>\$862,486</b>	<b>\$1,276,387</b>	<b>\$1,276,732</b>
<b>Reserves as % of Op. Exp.</b>	<b>10.35%</b>	<b>14.98%</b>	<b>14.15%</b>

# Better Place Fund Highlights

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- **\$750,000 CDBG Grant for Southern Riverfront-Phase IV (100% grant funded)**
- **Approximately \$660,000 for Booker Park Stormwater Project**
  - **\$440,000 grant from SJRWMD**
- **Approximately \$590,000 for Southern District Stormwater Project**
  - **\$468,000 grant from SJRWMD**
  - **\$122,000 transfer from Central TIF**
- **\$400,000 EPA Brownfields Assessment Project (100% grant funded)**
- **Approximately \$250,000 for Water Taxi Terminal Facility (100% grant funded)**
- **Approximately \$50,000 for work at other Water Taxi stops (100% grant funded)**
- **Approximately \$75,000 for FRDAP Riverfront Playground**
- **\$80,000 in sidewalk improvements**
- **\$36,000 in debt service for a new street sweeper**

# Better Place Revenues & Expenditures

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	Budget 2015-16	Projected 2015-16	Budget 2016-17
Discretionary Surtax Rev.	\$740,000	\$807,085	\$810,000
Grant Revenues	\$2,630,510	\$1,317,496	\$2,484,529
Transfers In	\$25,000	\$-	\$128,218
Capital and Grant Matches	\$(2,599,384)	\$(220,024)	\$(2,922,844)
Debt Service	\$(371,910)	\$(371,910)	\$(407,303)
Transfers Out	\$(168,984)	\$(168,984)	\$(168,756)
<b>Net Revenues/(Expenses)</b>	<b><u>\$255,232</u></b>	<b><u>\$1,363,663</u></b>	<b><u>\$(76,156)</u></b>
<b>Reserves</b>	<b>\$(914,658)</b>	<b>\$193,773</b>	<b>\$117,617</b>

# Questions, Observations, Discussion

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