

# **Presentation to City Council Finance Committee**

## **FY 2011 Projections**

April 20, 2011



| <b>Financial Review Panel Estimated Deficit</b>               |                        |                           | <b>\$69,613,000.00</b>  |
|---|------------------------|---------------------------|-------------------------|
| <b>Revenue Changes in excess of Financial Review Panel</b>    | <b>FRP Projection</b>  | <b>Current Projection</b> | <b>Net Change</b>       |
| November PBA Fire Station Borrowing                           | \$0.00                 | \$11,141,907.25           | -\$11,141,907.25        |
| PBA 20111 Series A ("Class Green")                            | \$0.00                 | \$28,644,618.30           | -\$28,644,618.30        |
| Harris Avenue Abandonment                                     | \$0.00                 | \$300,000.00              | -\$300,000.00           |
| Cuffee School   | \$0.00                 | \$88,000.00               | -\$88,000.00            |
| Fund Balance Appropriation                                    | \$0.00                 | \$1,378,146.00            | -\$1,378,146.00         |
| Water Supply Board Reimbursement for General Services         | \$0.00                 | \$839,200.00              | -\$839,200.00           |
| Police Grants   | \$0.00                 | \$716,650.00              | -\$716,650.00           |
| Tax Stabilization Victory Plating and minor not budgeted      | \$0.00                 | \$700,963.13              | -\$700,963.13           |
| Medicare Part D Reimbursement                                 | \$0.00                 | \$650,000.00              | -\$650,000.00           |
| Red Light Camera Revenue minus state expense                  | \$0.00                 | \$400,000.00              | -\$400,000.00           |
| Interest on Overdue City Taxes                                | \$4,900,000.00         | \$5,500,000.00            | -\$600,000.00           |
| Water Supply Board Reimbursement for Retiree Medical Benefits | \$0.00                 | \$375,000.00              | -\$375,000.00           |
| Recorder of Deeds Fees  | \$2,000,000.00         | \$2,341,333.33            | -\$341,333.33           |
| Traffic Tickets   | \$15,000.00            | \$229,773.57              | -\$214,773.57           |
| Inspection and Standards Building and Other Fees              | \$3,600,000.00         | \$4,000,000.00            | -\$400,000.00           |
| Police Detail Reimbursements                                  | \$3,400,000.00         | \$3,600,000.00            | -\$200,000.00           |
| Various payroll Reimbursements and Grants                     | \$191,500.00           | \$371,500.00              | -\$180,000.00           |
| Emergency Management Grants                                   | \$32,539.00            | \$140,000.00              | -\$107,461.00           |
| Vital Statistics Fees   | \$305,000.00           | \$355,000.00              | -\$50,000.00            |
| Board of Licenses Fees  | \$1,400,000.00         | \$1,450,000.00            | -\$50,000.00            |
| Public Works Street Permits                                   | \$110,000.00           | \$160,000.00              | -\$50,000.00            |
| <b>Subtotal</b>   | <b>\$15,954,039.00</b> | <b>\$63,382,091.58</b>    | <b>-\$47,428,052.58</b> |
| <b>Net deficit</b>  |                        |                           | <b>\$22,184,947.42</b>  |

# Revenue Changes in excess of Financial Review Panel

| <b>Expenses Less than Financial Review Panel Estimate</b> |                 |                 | <b>\$22,184,947.42</b> |
|---|-----------------|-----------------|------------------------|
| Longevity Elimination from 1033                           | \$0.00          | -\$2,000,000.00 | \$2,000,000.00         |
| Elimination of 1% January 1, 2011                         | \$0.00          | -\$210,000.00   | \$210,000.00           |
| Reserve for non owner occupant homestead abatements       | \$10,628,976.00 | \$9,300,000.00  | \$1,328,976.00         |
| Debt Service  | \$59,024,811.00 | \$58,524,811.00 | \$500,000.00           |
| Health Benefit Expenses less than budget                  | \$0.00          | -\$7,000,000.00 | \$7,000,000.00         |
| Law Department Claims                                     | \$600,000.00    | \$250,000.00    | \$350,000.00           |
| School Expenses   | -\$587,000.00   | -\$837,000.00   | \$250,000.00           |
| Remainder of Personnel and Benefit Lines Savings          | \$4,400,000.00  | \$2,210,000.00  | \$2,190,000.00         |
| <b>Subtotal</b>   |                 |                 | <b>\$13,828,976.00</b> |
| <b>Net deficit</b>  |                 |                 | <b>\$8,355,971.42</b>  |

## **Expenses Less than Financial Review Panel Estimate**

| <b>Revenues less than Financial Review Panel Estimates</b>       |                |                | <b>\$8,355,971.42</b> |
|--|----------------|----------------|-----------------------|
| False Police Alarm Billings Revenue                              | \$50,000.00    | \$13,350.00    | \$36,650.00           |
| Arts Culture and Tourism State Grant (counted as Payroll Offset) | \$53,996.00    | \$5,000.00     | \$48,996.00           |
| Hotel Room Tax   | \$1,350,000.00 | \$1,300,000.00 | \$50,000.00           |
| Meals & Beverages Tax  | \$4,083,000.00 | \$4,015,000.00 | \$68,000.00           |
| Parking Meter Cash Returns                                       | \$1,369,667.00 | \$1,261,333.33 | \$108,333.67          |
| Master Alarm Box Fees  | \$328,000.00   | \$58,000.00    | \$270,000.00          |
| Parking Fines  | \$7,500,000.00 | \$6,750,000.00 | \$750,000.00          |
| <b>Subtotal</b>  |                |                | <b>\$1,331,979.67</b> |
| <b>Net Deficit</b>   |                |                | <b>\$9,687,951.08</b> |

## **Revenues less than Financial Review Panel Estimates**

| <b>Expenditures Greater Than Financial Review Panel Estimates</b> |        |                | <b>\$9,687,951.08</b>  |
|---|--------|----------------|------------------------|
| Fire Hydrant Fees   | \$0.00 | \$1,100,787.00 | -\$1,100,787.00        |
| Dental Insurance  | \$0.00 | \$1,800,000.00 | -\$1,800,000.00        |
| <b>Subtotal</b>   |        |                | <b>-\$2,900,787.00</b> |
| <b>Net deficit</b>  |        |                | <b>\$12,588,738.08</b> |

# **Expenditures Greater Than Financial Review Panel Estimates**

- Tax Exempt Institutions
- Governor's Proposed Supplemental Budget
- Federal Health Care Reimbursement
- Revenue Enhancements

## **Possible Solutions**