

PROPOSED

FUNDING OPTIONS

City Council Special Meeting

November 15, 2016

Presented by Adé Ariwoola, Finance Director

Funding Options IN MILLIONS

The following are the operation funding proposals as discussed on November 9, 2016.



OPTION 1

OPTION 1			2017	2018
1	Admission Tax	5% with 0.60 cap	0.40	0.40
2	TBD	No	0.00	0.00
3	Business Registration	As proposed	0.36	0.36
4	Utility Tax	7.75%	1.00	1.00
5	COPS Grant			0.23
			\$1.76	\$1.99

OPTION 2

OPTION 2				
1	Admission Tax	5% with 0.60 cap	0.40	0.40
2	TBD	10	0.62	0.62
3	Business Registration	As Proposed	0.36	0.36
4	Utility Tax	7.75%	1.00	1.00
5	COPS Grant			0.23
			\$2.38	\$2.61

OPTION 3

OPTION 3				
1	Admission Tax	5% with 0.60 cap	0.40	0.40
2	TBD	15	0.93	0.93
3	Business Registration	As proposed	0.36	0.36
4	Utility Tax	No	0.00	0.00
5	COPS Grant			0.23
			\$1.69	\$1.92

OPTION 4

OPTION 4				
1	Admission Tax	5%	0.60	0.60
2	TBD	No	0.00	0.00
3	Business Registration	\$80 - \$20,000	0.60	0.60
4	Utility Tax	No	0.00	0.00
5	COPS Grant			0.23
			\$1.20	\$1.43

OPTION 5

OPTION 5					
1	Admission Tax		5%	0.60	0.60
2	TBD		10	0.62	0.62
3	Business Registration		Twice as proposed	0.60	0.60
4	Utility Tax		No	0.00	0.00
5	COPS Grant				0.23
				\$1.82	\$2.05

What to Fund (IN MILLIONS)

*What to fund will be determined by the option selected above.
The following are the items to be funded:*

1

2

3

4

OPTION 1

		2017	2018
<u>OPTION 1</u>			
	Police Officers*	0.55	1.24
	Equipment Reserve**	0.25	0.25
	Guild Contract	0.34	0.32
	Job Market	0	0
	Unfunded position	0	0
	Historical Society	0.01	0.01
		\$1.15	\$1.82

* 9 Police Officers for 12 months will cost \$1.41 million without COPS grant. There should be a revenue source to fund it after the COPS grant expires.

** Original budget did not fund equipment reserve of up to \$1.8 million. If provision is not made that means we will not be able to fund it in 2019 also.

OPTION2

OPTION 2		2017	2018
	Police Officers*	0.55	1.24
	Equipment Reserve (\$1.8 million)	0.84	0.84
	Guild Contract	0.34	0.32
	Job Market	0.30	0.31
	Unfunded position***	0.36	0.38
	Historical Society	0.02	0.02
		\$2.41	\$3.11

* 9 Police Officers for 12 months will cost \$1.41 million without COPS grant. There should be a revenue source to fund it after the COPS grant expires.

** Original budget did not fund equipment reserve of up to \$1.8 million. If provision is not made that means we will not be able to fund it in 2019 also.

*** 1.5 FTE in IT, 2.0 FTE in Park, 1 FTE in Finance. \$0.36 million in 2017, \$0.38 million 2018.

OPTION 3

OPTION 3	2017	2018
Police Officers*	0.55	1.24
Equipment Reserve (\$1.8 million)	0.50	0.50
Guild Contract	0.34	0.32
Job Market	0.30	0.31
Unfunded position***	0.18	0.18
Historical Society	0.01	0.01
	\$1.88	\$2.56

* 9 Police Officers for 12 months will cost \$1.41 million without COPS grant. There should be a revenue source to fund it after the COPS grant expires.

** Original budget did not fund equipment reserve of up to \$1.8 million. If provision is not made that means we will not be able to fund it in 2019 also.

*** 1.5 FTE in IT, 2.0 FTE in Park, 1 FTE in Finance. \$0.36 million in 2017, \$0.38 million in 2018.

OPTION 4

OPTION 4		2017	2018
	Police Officers*	0.55	1.24
	Equipment Reserve (\$1.8 million)	0.50	0.50
	Guild Contract	0.34	0.32
	Job Market	0.30	0.30
	Unfunded position***	0	0
	Historical Society	0.01	0.01
		\$1.70	\$2.37

* 9 Police Officers for 12 months will cost \$1.41 million without COPS grant. There should be a revenue source to fund it after the COPS grant expires.

** Original budget did not fund equipment reserve of up to \$1.8 million. If provision is not made that means we will not be able to fund it in 2019 also.

*** 1.5 FTE in IT, 2.0 FTE in Park, 1 FTE in Finance. \$0.36 million in 2017, \$0.38 million in 2018.

COMPROMISE OPTION

OPTION 1 (Slide 2) Modified

Police Officers*		0.55	1.24
Equipment Reserve**		0.25	0.25
Guild Contract		0.34	0.32
Job Market		0.15	0.15
Unfunded position		0.15	0.15
Historical Society		0.02	0.02
		<u>\$1.46</u>	<u>\$2.13</u>

OPTION 3

1	Admission Tax	5% with 0.60 cap	0.40	0.40
2	TBD	15	0.93	0.93
3	Business Registration	As proposed	0.36	0.36
4	Utility Tax	No	0.00	0.00
5	COPS Grant			0.23
			<u>\$1.69</u>	<u>\$1.92</u>

Excess of Revenues Over Expenditures in 2017 \$0.23

2018 Total Available Funds \$2.15

Questions

