



Council Workshop

August 30, 2016



General Fund

FY 2017 Proposed Budget Revisions - Council Consensus

	FY 17 Proposed Budget	FY 17 Proposed Budget Revisions
REVENUES		
Original Budget	\$ 77,805,037	\$ 77,805,037
REVENUE ADJUSTMENTS		
Property Taxes	-	(196,558)
Property Tax Discounts ¹	-	589,012
Pass Thru Financing	-	500,000
Sales Taxes	-	161,739
AFG Grant	-	173,179
Total Revenue Adjustments	-	1,227,372
Revised Revenue Budget	<u>77,805,037</u>	<u>79,032,409</u>
EXPENDITURES		
Original Budget	84,993,294	84,993,294
EXPENDITURE ADJUSTMENTS		
Uniforms & Clothing	-	-
City Manager Consulting Services	-	-
Employee Recognition & Awards	-	(23,000)
Case Worker Position	-	(57,309)
Public Safety Overtime	-	-
Abatements (Housing Demolition)	-	(40,000)
Fire Department Cardiac Monitors	-	8,500
Tuition Reimbursement	-	20,000
IT Reduction	-	-
Total Expenditure Adjustments	-	(91,809)
Revised Expenditure Budget	<u>84,993,294</u>	<u>84,901,485</u>
CHANGE IN FUND BALANCE	<u>\$ (7,188,257)</u>	<u>\$ (5,869,076)</u>

¹-Total estimated property tax discounts are \$983,729 (\$389,012 General Fund + \$394,717 Debt Service Fund). Beginning in FY 2018, the entire amount will be available for the General Fund.

FY 2017 Budget Shortfall

Description	Budget (in millions)
FY 2016 Deficit	2.6
Public Safety	5.7
Shift in I & S	2.1
Benefit Cost Increase	0.2
Less: Budget Cuts Made	(3.5)
Total	7.1

Proposed Expenditure Fund Decrease
(already incorporated in the 07/19/16 draft budget)

Assuming a 1.494% "salary lag": **\$999,995**

Pausing the step increase portion of compensation: **\$427,813**

Delaying the provision of benefits for new employees by one month: **\$125,076**

Pausing the tuition assistance reimbursement program: **\$20,000**

Pausing travel not directly related to certificate or revenue-generating activities: **\$184,144**

Limiting the purchase of food and water (exception: provisions for officers on scene during safety responses, KCCC bar operations, students): **\$61,502**

Allocating public works administration across General and Enterprise Funds: **\$115,134**

Including street light costs in the transportation division; allocated across the General and Enterprise Funds: **\$457,615**

Outsourcing EMS billing: **\$1,025,694**

TOTAL: \$3,416,973

Budget Cuts – Services

NOT

Description	Budget
Eliminate 1 Library	537,298
Eliminate 1 Pool	119,276
Eliminate City contribution to elderly transportation	50,000
Eliminate City contribution to HOP	195,981
Total	902,555

Public Safety NOT

Description	Budget
COPS 2014 & 2015 Grant Salaries/Benefits	1,539,317
COPS Grant Employees Equipment	390,256
SAFER Salaries/Benefits	2,073,400
SAFER Employees Equipment	220,648
SAFER Employees Training	75,000
Not Promoting 7 Captains	91,440
Budget Additions for New Firehouse	156,962
Relocate Purchasing/Printing Services to old Firehouse	36,000
Total	4,583,023

Budget Cuts

Description	Budget
Reduce TMRS contribution to phase in rate	216,732
Reduce Uniforms & Clothing	91,087
Eliminate Employee Recognition & Awards	80,000
Eliminate City contribution to Killeen Volunteers' Inc.	160,000
* Reduce Employee Morale	23,000
* Unfund Case Worker Position	57,309
Reduce Safety Overtime	300,000
* Reduce Abatement	40,000
Reduce CM Professional Services	100,000
Total	\$1,068,128

FY '17 Budget
Expenditure Reductions and their Impacts on Service
Executive Summary (for Council consideration)

Department/Division	Amount	Impact on Services
AVIATION		
KFHRA	\$ 225,348	Details attached.
Skylark	\$ 22,370	Details attached.
CITY MANAGER	\$ 110,000	
COMMUNITY DEVELOPMENT		
Community Development	\$ 19,590	Details attached.
HOME	\$ 3,308	Details attached.
KAAC	\$ 40,957	Details attached.
KCCC, CBV, Mixed Beverages	\$ 106,828	Details attached.
Library Services	\$ 125,014	Details attached.
Lien Services	\$ 1,680	Details attached.
COMMUNITY SERVICES		
Athletics	\$ 67,054	Details attached.
Cemetery	\$ 74,483	Details attached.
Lions Club Park Family Rec Center	\$ 43,948	Details attached.
Parks	\$ 30,000	Details attached.
Parks and Public Grounds	\$ 117,655	Details attached.
Recreation	\$ 21,000	Details attached.
FINANCE		
Finance	\$ 77,297	Details attached.
Utility Collections	\$ 145,655	Details attached.
FIRE	\$ 1,835,015	Details attached.
HUMAN RESOURCES	\$ 56,361	Details attached.
INFORMATION TECHNOLOGY SERVICES	\$ 242,278	Details attached.
LEGAL	\$ 80,518	Details attached.
MUNICIPAL COURT	\$ 80,762	Details attached.
PLANNING & DEVELOPMENT		
Code Enforcement	\$ 171,000	Details attached.
Planning	\$ 18,920	Details attached.
POLICE		
Animal Shelter	\$ 73,514	Details attached.
Police	\$ 2,440,000	Details attached.
PUBLIC INFORMATION	\$ 18,702	Details attached.
PUBLIC WORKS		
Public Works	\$ 345,558	Details attached.
Drainage	\$ 256,000	Details attached.
Solid Waste	\$ 7,364	(+ savings from terminating curbside recycling)
Water and Sewer	\$ 590,706	Details attached.
SUPPORT SERVICES		
Building Services	\$ 180,000	Details attached.
Fleet Services (IFS)	\$ 121,655	Details attached.

GRAND TOTAL: \$ 7,750,540