

BUDGET ORDINANCE

AN ORDINANCE TO ADOPT THE ANNUAL BUDGET FOR THE YEAR 2018 FOR THE VARIOUS GOVERNMENTAL FUNDS OF THE CITY, AND TO ADOPT THE FIVE YEAR CAPITAL IMPROVEMENT PLAN FOR THE CITY.

WHEREAS, the City Manager submitted the Preliminary 2018 Service Program and Budget to the Mayor and Aldermen on November 21, 2017, and the City Manager also submitted the Capital Improvement Program for 2018-2022 on November 21, 2017; and

WHEREAS, the City Manager's Proposed 2018 Service Program and Budget and Capital Improvement Program for 2018-2022 including recommended changes has been submitted to and reviewed by the Mayor and Aldermen on December 7, 2017; and

WHEREAS, the Preliminary 2018 Service Program and Budget was made available for public review on November 21, 2017, and availability of the Preliminary 2018 Service Program and Budget for public review and the time and place of the public hearing on the budget was advertised on November 21, 2017; and

WHEREAS, the Proposed 2018 Service Program and Budget was made available for public review on December 7, 2017; and

WHEREAS, the Mayor and Aldermen conducted public hearings on the Proposed 2018 Service Program and Budget on December 7, 2017, and December 21, 2017, to receive citizen input on the proposed budget; and

WHEREAS, the Mayor and Aldermen directed that the following revisions be made to the Preliminary 2018 Service Program and Budget, and are included in the Proposed 2018 Service Program and Budget:

- Implement a Fire Service Fee at 70% Cost Recovery to act as the primary revenue source for a Fire Service Fund
- Restore funding cuts in the amount of \$7,415,620 to include:
 - A 2% General Wage Increase for Employees in January with additional 1% increase to be considered at 2018 mid-year review
 - Partial restoration of Fire Service Reductions
 - Grass cutting and stump removal contracts
 - Community Partnerships Program and Cultural and Arts Investment Program Funding
 - Special Events, Sponsorships, and Community Celebrations Funding
 - Capital Improvements for 2018 including:
 - Budget & Performance Tracking Software
 - Stormwater Pump Station Rehabilitation
 - Joe Tribble Park Improvements
- Make service enhancements in the amount of \$7,219,310 to include:
 - Fire Fee Financial Hardship Program
 - Capital Improvements for 2018 to include:
 - Waters Avenue Streetscape
 - Savannah Shines Program

- Increase staffing via the following Police enhancements:
 - Berkshire Recommendations (12 Full-time Equivalents)
 - RMS/CAD Systems Analyst (1 Full-time Equivalent)
 - Office of Professional Standards (1 Full-time Equivalent)
 - Cold Case Unit (2.25 Full-time Equivalents)
- Mowing, Tree Pruning, and Stump Removal Contract Increases
- Establish a partnership with Savannah-Chatham County Public Schools in support of Savannah Renaissance Project

WHEREAS, the Mayor and Aldermen further directed that the following revisions be made to the Proposed 2018 Service Program and Budget:

- **General Fund**

- Reduce the allocation for the Savannah Renaissance Program within Other Governmental Services from \$2,201,600 to \$0
- Increase the allocation for the Police Department by \$663,375 for the purpose of making an additional payment towards vehicle purchases
- Increase the allocation for Other Governmental Services to provide a contract for EMT Training Service for Fire Department Personnel
- Increase the allocation for the Public Works and Water Resources Department by \$34,290 to conduct a Pavement Condition Assessment
- Increase the allocation for the Real Estate Services Department by \$50,000 to purchase Facilities Management Software
- Increase the allocation for Interfund Transfers by \$453,068 to accommodate a Transfer to the CIP Fund for the purchase of Code Compliance Software
- Increase the allocation for the Parks and Recreation Department by \$319,080 to provide extended hours at Community Centers

THEREFORE, BE IT ORDAINED by the Mayor and Aldermen of the City of Savannah in Council assembled that:

Section 1. The following estimated revenues and appropriations are adopted for the indicated funds and departments for the year 2018 (January 1, 2018 through December 31, 2018):

	<u>FY18 PROPOSED</u>
General Fund	
Total Estimated Revenue	\$ 182,246,578
Department Appropriations (General Fund)	
Governance	\$ 2,212,283
Strategic Services	\$ 3,597,333
Municipal Operations - COO	
COO Administration Office	\$ 1,548,718
Financial Services Department	\$ 4,680,267
Human Resources Department	\$ 1,706,805
Real Estate Services Department	\$ 7,618,645
Recorder's Court Administration Department	\$ 2,296,216

Infrastructure and Development - CIDO	
CIDO Administration Office	\$ 1,881,423
Mobility Services Department	\$ 10,529,722
Development Services Department	\$ 4,021,061
Public Works and Water Resources Department	\$ 19,363,223
Community Services - CSO	
CSO Administration Office	\$ 410,748
Human Services Department	\$ 685,885
Arts, Culture and Historical Resources Department	\$ 1,145,946
Code Compliance Department	\$ 3,713,354
Housing and Neighborhood Services Department	\$ 2,500
Parks and Recreation Department	\$ 9,550,391
Public Safety	
Fire Rescue Department	\$ 193,299
Police Department	\$ 58,070,771
Other Governmental Services	\$ 18,013,572
Interfund Transfers	<u>\$ 31,004,416</u>
Total Appropriations	\$ 182,246,578

Fire Rescue Fund

Total estimated revenue	\$ 36,637,241
Total appropriations	\$ 32,637,241

Hurricane Matthew Fund

Total estimated revenue	\$ 10,000,000
Total appropriations	\$ 10,000,000

Recorder's Court Technology Fund

Total estimated revenue	\$ 300,000
Total appropriations	\$ 300,000

Grant Fund

Total estimated revenue	\$ 7,873,206
Total appropriations	\$ 7,873,206

Community Development Fund

Total estimated revenue	\$ 8,272,238
Total appropriations	\$ 8,272,238

Housing/Property Acquisition Fund

Total estimated revenue	\$ 2,100,000
Total appropriations	\$ 2,100,000

Hazardous Material Team Fund

Total estimated revenue	\$ 464,735
Total appropriations	\$ 464,735

Public Safety Communications Fund

Total estimated revenue	\$	7,455,365
Total appropriations	\$	7,455,365

Public Safety Wireless Reserve

Total estimated revenue	\$	1,000,000
Total appropriations	\$	1,000,000

Economic Development Fund (Section 108 Loan)

Total estimated revenue	\$	1,500,000
Total appropriations	\$	1,500,000

Confiscated Assets Fund

Total estimated revenue	\$	200,000
Total appropriations	\$	200,000

Debt Service Fund

Total estimated revenue	\$	20,000,000
Total appropriations	\$	20,000,000

Special Assessment Debt Fund

Total estimated revenue	\$	100,000
Total appropriations	\$	100,000

Hotel/Motel Tax Fund

Total estimated revenue	\$	22,896,000
Total appropriations	\$	22,896,000

Auto Rental Tax Fund

Total estimated revenue	\$	1,880,000
Total appropriations	\$	1,880,000

Section 2. Appropriations and estimated revenues for the Capital Improvements Fund are made on a project-length basis, rather than on an annual basis and remain in effect until the project is completed and closed. Appropriations and estimated revenues for the Capital Improvements Fund are adopted as follows:

	<u>2018</u>
Capital Improvements Fund	
Open project appropriations at year beginning	\$ 697,807,245
Add: New appropriations for projects	64,190,840
Less: Appropriations for closed projects	(30,000,000)
Open project appropriations at year end	\$ 731,998,085

Section 3. In order to comply with requirements for generally accepted accounting principles regarding expenditure recognition, the appropriations set forth in Section 1 above for year 2018 shall be increased by the amount of any purchase order encumbrances open as of December 31, 2017.

Section 4. In order to comply with requirements of generally accepted accounting principles as set forth in Statement 54 issued by the Governmental Accounting Standards Board, the fund balance amounts reported in the City’s special revenue funds, unless otherwise restricted, shall be constrained for the specific purpose for which the special revenue fund was created. These balances, though they may be combined with other funds for financial reporting purposes, shall maintain the committed status hereby designated.

Section 5. For purposes of administering the budget, the legal level of control is designated to be the Department, or Service Centers where appropriate, as set forth in Section 1 hereof, which organizational units are hereby designated as departments as that term is used in O.C.G.A. 36-81-1 et. seq.

Section 6. The capital improvement plan set forth in the Capital Improvements Program Recommendations 2018-2022 is hereby adopted for planning purposes.

The five year totals of the Capital Improvement Program Recommendations 2018-2022 follow.

	<u>2018 - 2022</u>
Community Development	\$ 3,866,840
Cemetery Improvements	800,000
Civic Center Improvements	5,952,000
Drainage Improvements	4,125,000
Other Improvements	8,524,000
Park and Recreation Improvements	1,061,000
Public Building Improvements	31,855,000
Sanitation Improvements	0
Sewer Improvements	72,456,500
Squares and Monuments Improvements	2,795,000
Street Improvements	8,112,000
Traffic Improvements	8,100,600
Water Improvements	<u>35,404,000</u>
Total	\$ 183,051,940

Annual appropriations for capital improvement projects will be necessary in future annual budgets in order to provide the actual funding for any project.

Section 7. All ordinances in conflict with this ordinance are hereby repealed to the extent of such conflict.