

BUDGET ORDINANCE

AN ORDINANCE TO ADOPT THE ANNUAL BUDGET FOR THE YEAR 2019 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 Proposed 2019 Service Program and Budget to the Mayor and Aldermen on November 15, 2018, and the City Manager also submitted the Capital Improvement Program for 2019-2023 on November 15, 2018; and

WHEREAS, the City Manager recommends a Living Wage Pay Provision for part-time and full-time benefit eligible city employees be set at the proposed general wage increase rate; and

WHEREAS, the Proposed 2019 Service Program and Budget was made available for public review on November 12, 2018 and the time and place of the public hearing on the budget was advertised on November 12, 2018; and

WHEREAS, the Mayor and Aldermen conducted public hearings on the Proposed 2019 Service Program and Budget on November 20, 2018, and December 6, 2018, to receive citizen input on the proposed budget; and

WHEREAS, the Mayor and Aldermen directed that the following revisions be made to the Proposed 2019 Service Program and Budget, and are included:

- Reduce the budgeted millage rate from 13.40 mills down to 13.20 mills
- Increase property tax allocation by a total of \$689,618, which is 4% above the current year projection
- General wage appropriation should be increased from 3% to 3.5% for permanent, authorized city employees
- Reduce contingency to appropriate funding for independent anonymous tip program for public safety

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) and the year 2019 (January 1, 2019 through December 31, 2019):

	<u>Revised 2018</u>	<u>2019</u>
General Fund		
Total estimated revenue	\$ 200,291,563	\$ 199,943,286
Service Center Appropriations (General Fund):		
Governance	\$ 2,191,139	\$ 2,426,837
Strategic Services	\$ 3,501,523	\$ 3,318,574
Municipal Operations:		
Administration	\$ 1,585,282	\$ 1,662,211
Financial Services	\$ 4,640,868	\$ 4,052,435
Human Resources	\$ 1,642,694	\$ 3,079,540
Real Estate Services	\$ 8,188,672	\$ 10,535,122
Recorder's Court	\$ 2,401,507	\$ 2,457,133

	<u>Revised 2018</u>	<u>2019</u>
Infrastructure and Development:		
Administration	\$ 1,490,615	\$ 949,090
Public Works	\$ 17,658,925	\$ 19,445,787
Mobility Services	\$ 11,544,846	\$ 11,903,249
Development Services	\$ 3,974,997	\$ 4,106,183
Community Services:		
Administration	\$ 442,425	\$ 484,436
Human Services	\$ 893,908	\$ 2,054,426
Parks & Recreation	\$ 9,233,595	\$ 9,876,648
Cultural Resources	\$ 1,048,208	\$ 1,261,275
Code Compliance	\$ 3,554,749	\$ 3,711,038
Public Safety:		
Police	\$ 61,971,951	\$ 59,114,940
Fire	\$ 32,986,523	\$ 32,270,768
Other Governmental Services	\$ 11,187,595	\$ 11,136,444
Interfund Transfers	\$ 20,151,541	\$ 16,097,150
Total Appropriations	\$ 200,291,563	\$ 199,943,286

Hurricane Matthew Fund

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

Recorder's Court Technology Fund

Total estimated revenue	\$ 200,000	\$ 300,000
Total appropriations	\$ 200,000	\$ 300,000

Grant Fund

Total estimated revenue	\$ 8,593,465	\$ 7,903,643
Total appropriations	\$ 8,593,465	\$ 7,903,643

Community Development Fund

Total estimated revenue	\$ 7,577,218	\$ 8,098,605
Total appropriations	\$ 7,577,218	\$ 8,098,605

Housing/Property Acquisition Fund

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

Hazardous Material Team Fund

Total estimated revenue	\$ 410,034	\$ 474,575
Total appropriations	\$ 410,034	\$ 474,575

Public Safety Communications Fund

Total estimated revenue	\$ 7,702,308	\$ 2,400,000
Total appropriations	\$ 7,702,308	\$ 2,400,000

	<u>Revised 2018</u>	<u>2019</u>
Public Safety Wireless Reserve		
Total estimated revenue	\$ 1,000,000	\$ 1,000,000
Total appropriations	\$ 1,000,000	\$ 1,000,000
Economic Development Fund (Section 108 Loan)		
Total estimated revenue	\$ 1,500,000	\$ 1,500,000
Total appropriations	\$ 1,500,000	\$ 1,500,000
Confiscated Assets Fund		
Total estimated revenue	\$ 400,000	\$ 200,000
Total appropriations	\$ 400,000	\$ 200,000
Debt Service Fund		
Total estimated revenue	\$ 20,000,000	\$ 20,000,000
Total appropriations	\$ 20,000,000	\$ 20,000,000
Special Assessment Debt Fund		
Total estimated revenue	\$ 100,000	\$ 100,000
Total appropriations	\$ 100,000	\$ 100,000
Hotel/Motel Tax Fund		
Total estimated revenue	\$ 22,192,096	\$ 23,301,700
Total appropriations	\$ 22,192,096	\$ 23,301,700
Auto Rental Tax Fund		
Total estimated revenue	\$ 2,000,000	\$ 2,080,000
Total appropriations	\$ 2,000,000	\$ 2,080,000

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>Revised 2018</u>	<u>2019</u>
Capital Improvements Fund		
Open project appropriations at year beginning	\$709,469,879	\$ 796,821,930
Add: New appropriations for projects	92,000,000	59,359,000
Less: Appropriations for closed projects	(15,000,000)	(15,000,000)
Open project appropriations at year end	\$ 786,469,879	\$ 841,180,930

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 2019 shall be increased by the amount of any purchase order encumbrances open as of December 31, 2018.

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. In order to maintain a balanced budget, it is authorized that the total 2018 appropriations set forth for the General Fund in Section 1 hereof, be increased by the amount, if any, by which actual 2018 revenues exceed estimated revenues. It is also authorized that any unused service center appropriations be transferred to the appropriation for Interfund Transfers for contribution to Capital Improvement Funds.

Section 6. For purposes of administering the budget, the legal level of control is designated to be the Service Center 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 7. The capital improvement plan set forth in the Capital Improvements Program Recommendations 2019-2023 is hereby adopted for planning purposes.

The five year totals of the Capital Improvement Program Recommendations 2019-2023 follow.

		<u>2019 - 2023</u>
Community Development	\$	2,800,000
Cemetery Improvements		850,000
Civic Center Improvements		5,107,000
Drainage Improvements		4,950,000
Other Improvements		10,706,000
Park and Recreation Improvements		1,151,000
Public Building Improvements		6,325,000
Sanitation Improvements		0
Sewer Improvements		93,356,000
Squares and Monuments Improvements		3,180,000
Street Improvements		4,905,000
Traffic Improvements		6,400,600
Water Improvements		<u>45,747,000</u>
Total	\$	<u>185,477,600</u>

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

Section 8. All ordinances in conflict with this ordinance are hereby repealed to the extent of such conflict.