

# FY2007



C I T Y O F  
**JOHNSCREEK**

## **Proposed Budget**

## **Presentation**

*February 26, 2007*



# Johns Creek

## *Who decides funding priorities ?*

### Mayor & City Council

**Mike Bodker, Mayor**

**Bev Miller, Mayor-Pro Tem (Post 6)**

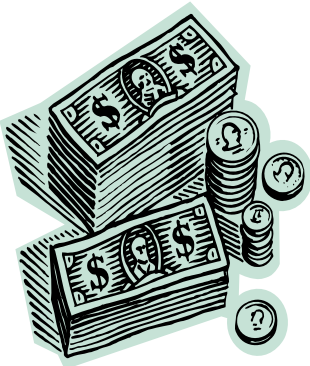
**Randall Johnson, Councilmember (Post 1)**

**Dan McCabe, Councilmember (Post 2)**

**Karen Richardson, Councilmember (Post 3)**

**Ivan Figueroa, Councilmember (Post 4)**

**Liz Hausmann, Councilmember (Post 5)**



**Establishes Policy & Procedures**

# Johns Creek

## *What services do we provide ?*

---

- ✓ Police and Fire protection
- ✓ Community Development
- ✓ Building Inspection
- ✓ Code Enforcement
- ✓ Public Works & Transportation
- ✓ Parks, Recreation and Cultural Arts programs
- ✓ Alcohol and Business Licenses
- ✓ Municipal Court

# *Johns Creek - FY2007 Goals*

---

- Conservative estimates based on lack of historical information.
- Ensure financial stability; emphasis on long-term stability; revenue enhancement; financial priorities and discipline.
- Create our own comprehensive Land Use, Greenprint & Transportation Plans.
- Develop a systematic implementation plan and establish levels of service for police and fire operations in Johns Creek.
- Continue implementation of Transportation Improvement Projects (TIP).
- Enhance Code Enforcement activities.
- Millage Rate to be set in May 2007 (4.731 maximum).

# **Johns Creek**

---

***Schedule (tentative) for FY 2008***

***Budget Preparation &***

***Setting of 2008 Millage Rate***

# FY 2008 Budget Calendar

- ✓ May.....Preparation of Budget Requests by Staff
- ✓ June.....Review of requests by City Mgr & development of City Mgr's Budget
- ✓ July.....Review & approval of proposed Budget by Mayor prior to presentation to Council
- ✓ August 1.....Deadline for submittal of City Mgr's proposed Budget
- ✓ August-Sept.....Review of proposed Budget by Council / hold public hearings / adjust Budget as necessary
- ✓ Prior to October 1.....Formal Adoption of FY 2008 Budget
- ✓ October 1.....Beginning of FY 2008

# 2008 Calendar

- ✓ January 1.....Date for valuation of property for Tax Digest purposes.
- ✓ Mid-April to early May.....Digest Estimates available from Fulton County.
- ✓ May.....Publication of required advertisements related to millage rate.
- ✓ No later than June 1.....Setting of millage rate by City Council.
- ✓ Mid-June to Late June.....Submittal of Digest by Tax Commissioner to Georgia Dept. of Revenue for approval.
- ✓ July.....Distribution of final Digest after approval by State of Georgia.
- ✓ Mid-July.....Tax bills mailed.
- ✓ July through October.....Taxes due and payable.

# **Johns Creek**

## ***General Fund***

### ***FY2007 Revenue Sources***

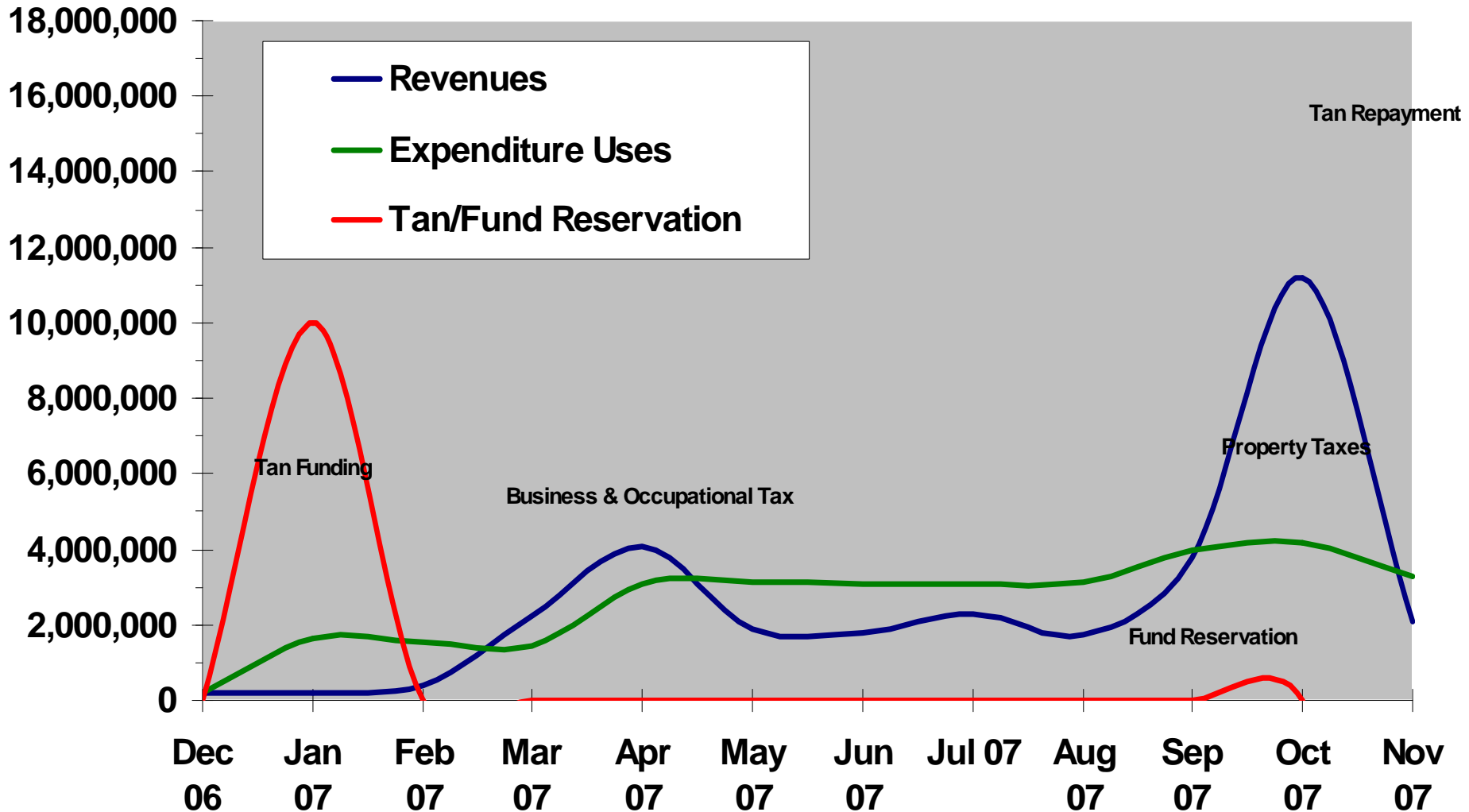
---

- 1. Real/Personal Property Tax - \$13.3M, or 41.7%**
- 2. Local Option Sales Tax - \$10.4M, or 32.6%**
- 3. Business & Occupational Tax - \$2.5M, or 7.8%**
- 4. Franchise Fees - \$2.0M, or 6.3%**

**These Revenue Sources account for 88.4% of FY2007 Budget**

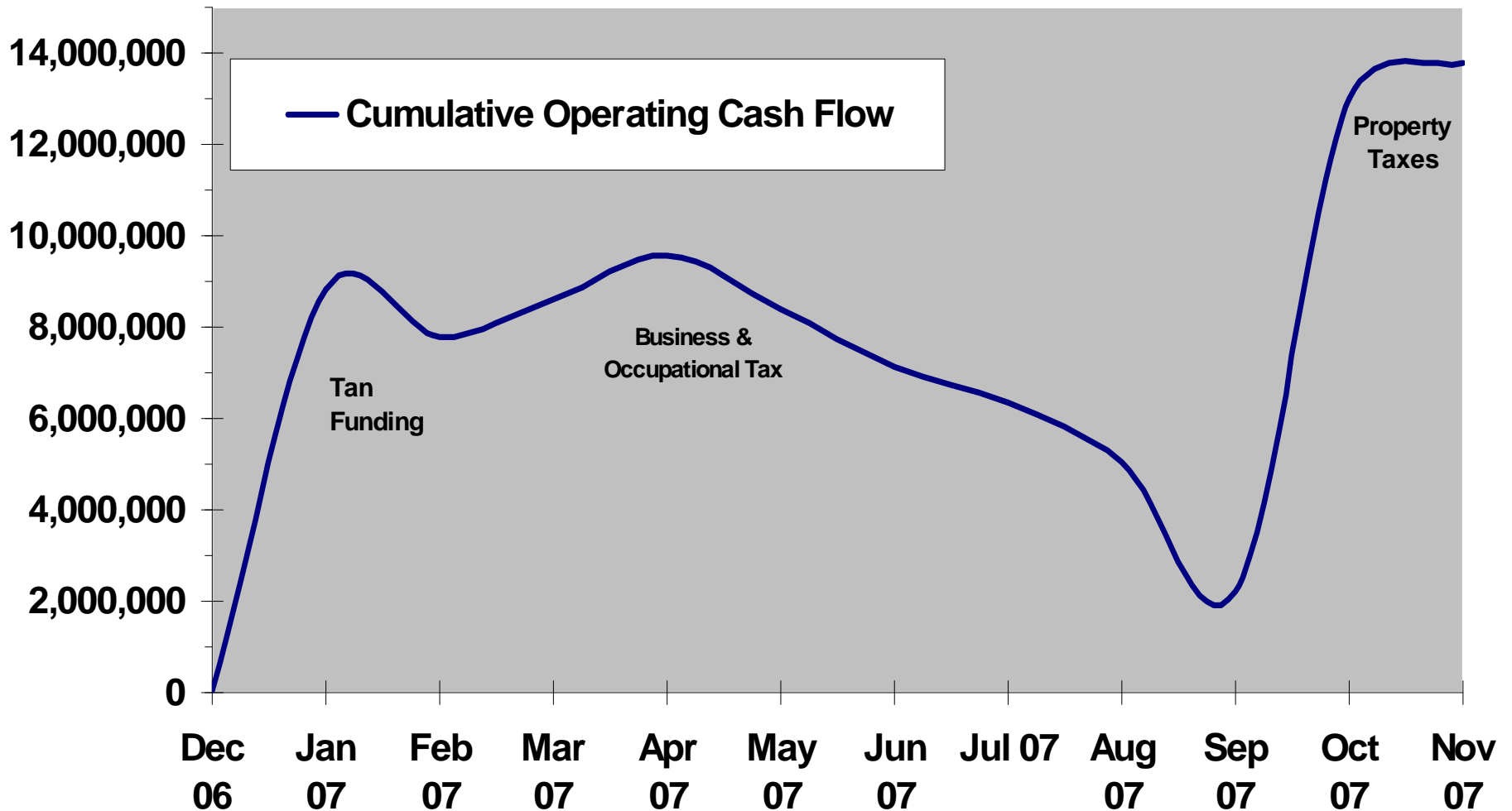
# Johns Creek

## *Cash Flow Analysis*



# Johns Creek

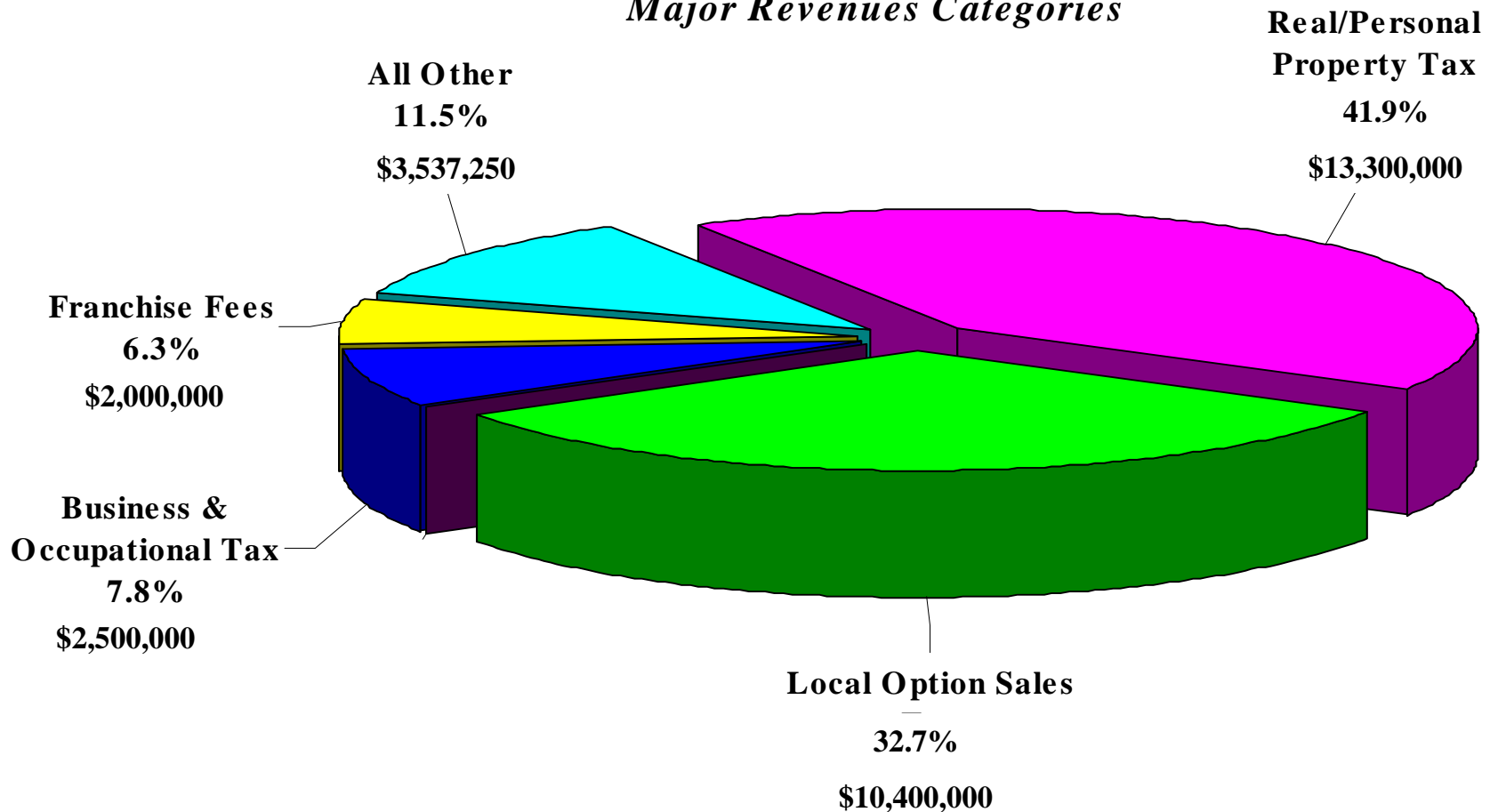
## *Cumulative Cash Flow Analysis*



# Johns Creek

## *General Fund Revenues by Category*

### Johns Creek 10 Month 2007 Budget *Major Revenues Categories*



# Revenues by Income Source (*Page 1*)

<b>ANTICIPATED REVENUES</b>	<b>2007 BUDGET (10 MONTHS)</b>	<b>2008 PRELIM EST. (12 MONTHS)</b>
Real and Personal Property Tax	\$13,300,000	\$14,250,000
Motor Vehicle Tax	\$660,000	\$1,240,000
Homestead Tax Relief	\$0	\$400,000
Recording Intangible Tax	\$416,500	\$500,000
Real Estate Transfer Tax	\$105,000	\$144,000
Franchise Fees	\$2,000,000	\$2,700,000
Local Option Sales Tax	\$10,400,000	\$14,000,000
Hotel/Motel Tax	\$17,500	\$112,500
Alcoholic Beverage Tax	\$205,000	\$420,000
Business & Occupational Tax	\$2,500,000	\$2,950,000
Business Audit Revenue (Enhancement)	\$0	\$0
Insurance Premium Tax	\$0	\$5,000,000
Financial Institutions	\$0	\$0

# Revenues by Income Source (*Page 2*)

<b><i>ANTICIPATED REVENUES</i></b>	<b><i>2007 BUDGET (10 MOS)</i></b>	<b><i>2008 PRELIM EST. (12 MONTHS)</i></b>
Alcoholic Beverage Licenses	\$265,000	\$425,000
Planning, Zoning & Developer Review Fees	\$104,000	\$124,500
Building & Trade Permits & Inspection Fees	\$1,003,500	\$1,253,750
Grants Revenues	\$0	\$0
Developer Impact Fees	\$0	\$0
Fire Department Revenue	\$0	\$0
Rentals, Royalties and Recycling	\$19,250	\$29,000
Recreation Program Fees	\$0	\$52,500
Other Charges for Services	\$27,750	\$35,000
Municipal Court Fines	\$485,000	\$1,030,000
Interest Earnings	\$220,750	\$176,500
Other Revenues	\$8,000	\$11,750
Contribution Private	\$0	\$0
Insurance Reimbursements	\$0	\$0
<b><i>TOTAL ESTIMATED REVENUES:</i></b>	<b><i>\$31,737,250</i></b>	<b><i>\$44,854,500</i></b>

# **Johns Creek**

## ***General Fund***

### ***FY2007 Fiscal obligations***

---

- ✓ **Competitive Bid Contract (City Services) - \$16.5M, or 52% (Community Development, Building Inspection, Code Enforcement, Public Works, Transportation, Parks & Recreation, Courts and General Government Operations).**
- ✓ **Public Safety - \$8.73M, or 27.5% (Police and Fire Services – primarily Fulton County contractual obligations).**

**These Fiscal Obligations account for 79.5% of FY2007 Budget.**

# Expenditures by Department

<b><i>ANTICIPATED EXPENDITURES</i></b>	<b><i>2007 BUDGET (10 MOS)</i></b>	<b><i>2008 BUDGET (12 MOS)</i></b>
City Council	\$188,000	\$196,500
City Manager	\$533,500	\$557,000
General Operations	\$716,750	\$1,041,750
Debt Service	\$150,000	\$500,000
Finance	\$213,500	\$230,500
Legal Services	\$729,000	\$457,000
Facilities and Buildings	\$471,750	\$1,005,000
City Clerk	\$248,500	\$181,000
Municipal Court	\$358,000	\$460,500
Police	\$3,480,000	\$7,150,000
Fire Department	\$5,250,000	\$7,375,000
Public Works	\$388,500	\$444,250
Recreation	\$138,000	\$182,250
Community Development	\$946,000	\$1,287,000
Capital Investment	\$966,750	\$2,959,650
Contingency/Contribution to Fund Balance	\$451,500	\$3,033,500
<b><i>Subtotal - City Direct Expenditures:</i></b>	<b><i>\$15,229,750</i></b>	<b><i>\$27,060,900</i></b>
CH2M Hill OMI Services Agreement	\$16,507,500	\$17,793,600
<b><i>TOTAL EXPENDITURES:</i></b>	<b><i>\$31,737,250</i></b>	<b><i>\$44,854,500</i></b>

# *General Fund Expenditures by Category*

## **Johns Creek 10 Month 2007 Budget Major Expenditure Categories**

All Other: Primarily legal services, salaries, street & recreational lights and building operating lease.

City Services  
Contract  
52% - \$16,507,500

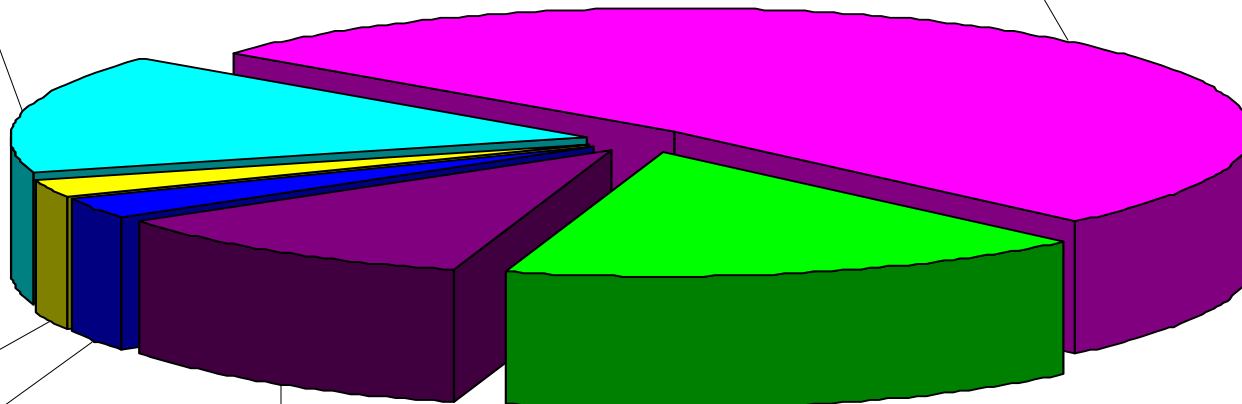
All Other  
14.8%  
\$4,633,247

Capital Investment  
3.1%  
\$966,750

Permit Services  
2.8%  
\$899,753

Public Safety Police  
IGAs  
10.8%  
\$3,480,000

Public Safety Fire  
IGAs  
16.5%  
\$5,250,000



# ***FY2007 Proposed Hotel / Motel Fund Budget***

---

## **REVENUES**

<b>Hotel / Motel Tax Revenues:</b>	<b><u>\$61,275</u></b>
<b>Total Revenues:</b>	<b><u>\$61,275</u></b>

## **EXPENDITURES**

### **General Government:**

Transfer to GWCCA1- Stadium 39.3%.....	\$24,080
Transfer TBD "Tourism related activities" 32.14%.....	\$19,695

### **Transfer to Other Funds:**

Transfer to General Fund 28.56%.....	\$17,500
--------------------------------------	----------

<b>Total Expenditures:</b>	<b><u>\$61,275</u></b>
----------------------------	------------------------

Excess (deficiency) of revenues:	<b>\$ 0</b>
Over (under) expenditures	

# ***FY2007 Proposed Capital Projects Fund Budget***

---

## **REVENUES**

Transfer from General Fund	<b><u>\$966,750</u></b>
<b>Total Revenues:</b>	<b><u>\$966,750</u></b>

## **EXPENDITURES**

➤ Acquisition of Parks and Fire Stations.....	\$ 75,000
➤ Comprehensive Plan.....	\$100,000
➤ Green Print Plan.....	\$ 40,000
➤ Traffic Study.....	\$ 90,000
➤ Transportation Improvement Projects	
Local Match	<b><u>\$661,750</u></b>
<b>Total Expenditures:</b>	<b><u>\$966,750</u></b>

Excess (deficiency) of revenues	<b>\$ 0</b>
Over (under) expenditures	

# Johns Creek

## *FY2007 Budget Objectives*

---

- **Create a “Base-line” adjusted Budget using a zero-based budgeting approach.**
- **Acknowledge economic realities.**
- **Meet all federal and state mandates.**
- **Reflects only a ten (10) month budget for the initial year of service.**

# Johns Creek

## *FY2007 Budget Unknowns*

---

- **Revenue Stream estimates to actual revenue stream.**
- **Economic activity impact on Local Option Sales Tax revenue stream.**
- **Start-up time-line for Police and Fire Departments.**

# **Johns Creek**

## ***FY2007 Proposed Budget Calendar***

---

**Ongoing**

**Staff & Mayor's Review**

**January 16**

**Proposed Budget Presentation to  
City Council**

**Jan. 17 – 28**

**Discussion sessions with individual  
Councilmembers**

**January 29**

**Proposed Workshop & 1<sup>st</sup> Public  
Budget Hearing**

**February 12**

**2<sup>nd</sup> Public Budget Hearing &  
1<sup>st</sup> Reading of Budget Ordinance**

**February 26**

**2<sup>nd</sup> Reading of Budget Ordinance &  
Adoption**



# Budget Presentation

---

Comments or Questions?

