

The background of the slide is a photograph of a bright blue sky with wispy white clouds above a calm, deep blue body of water. The text is centered on the slide.

FY 2010 & FY 2011 Biennial Budget

City of Dothan, Alabama

Budget Strategy

Navigate Troubled Water While
Maintaining Service Levels

Budget Goals

- **Financial Stability**
- **Live Within Available Revenues**
- **Avoid Layoffs**
- **Maintain Fleet Replacement Schedule**
- **Maintain Resurfacing Schedule**
- **Maintain Building Maintenance Schedule**
- **Sewer Capital Program**
- **Funding For Water Capital Needs**
- **Electric Capital Program**
- **Storm Water Capital Program**

FY 2010 & 2011 BUDGET

	<u>Revenues</u>	<u>Expenditures</u>
<u>FY - 2010</u>	\$187,875,739	\$ 187,875,739
<u>FY - 2011</u>	\$187,874,369	\$ 187,874,369

BUDGET SUMMARY - FY 2011

	GENERAL	CIVIC CENTER	SCHOOL	DEBT SERVICE	UTILITY	STREET PAVING	TOTAL
Revenues	FUND	FUND	FUND	FUND	FUND	FUND	
Current Revenues	\$20,040,222	\$ 655,700	\$ 310,500	\$ -	\$ 4,713,357	\$ 169,590	\$ 35,889,369
Sales Tax or Elect Sales	56,500,000		-	-	90,500,000	-	147,000,000
Accumulated Depreciation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,985,000</u>	<u>-</u>	<u>4,985,000</u>
Total Revenues	<u>\$76,540,222</u>	<u>\$ 655,700</u>	<u>\$ 310,500</u>	<u>\$ -</u>	<u>\$110,198,357</u>	<u>\$ 169,590</u>	<u>\$ 187,874,369</u>
Expenses							
Expenses-Excluding Debt Service & Payroll	\$12,643,715	\$ 613,716	\$ 3,903,389	\$ -	\$ 12,874,551	\$ 6,000	\$ 30,041,371
Payroll Exp-Salaries Benefits/Uniforms/OT	53,047,942	41,984	100,236	-	12,417,035	-	65,607,197
Electric Energy for Resale	-	-	-	-	73,000,000	-	73,000,000
Medical/Self/Worker's Comp/Retiree's Ins	2,700,665	-	-	-	98,762	-	2,799,427
Capital Projects	4,850,000	-	-	-	750,000	-	5,600,000
Debt Service Expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,718,376</u>	<u>5,769,329</u>	<u>-</u>	<u>10,487,705</u>
Total Expenditures	\$73,242,322	\$ 655,700	\$ 4,003,625	\$ 4,718,376	\$104,909,677	\$ 6,000	\$187,535,700
Transfers In (Out)	<u>(\$3,198,376)</u>	<u>\$ -</u>	<u>\$ 3,693,125</u>	<u>\$ 4,718,376</u>	<u>(\$ 5,049,535)</u>	<u>(\$ 163,590)</u>	<u>\$ -</u>
Surplus Estimated Revenues	<u>\$ 99,524</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 239,145</u>	<u>\$ -</u>	<u>\$ 338,669</u>



Revenue Overview

Significant Changes

General Fund Significant Revenue Changes

- **Sales Tax**

- FY 2010 = \$ 2.3 Million (Decrease Under FY 2009)
- FY 2011 = \$ -0- (Same as FY 2010)

- **Various Other Revenues**

- FY 2010 = \$ 2.1 Million (Decrease Over FY 2009)
- FY 2011 = \$ -0- (Same as FY 2010)

Utility Fund

Significant Revenue Changes

- **Electric Sales**
 - FY 2010 = \$10.2 Million (Increase Over FY 2009)
 - FY 2011 = \$ - 0 - (Same as FY 2010)



Expenditure Overview

Significant Changes

Expenditure Increases

(FY 2009 to FY 2010 and FY 2010 to FY 2011)

- RSA
 - Effective Rate as of 10-01-09 = 26.67%
 - Increase Over FY 2009 = 2.37%
 - Effective Rate for FY 2011 will NOT Increase from FY 2010
 - City's Total Contribution = \$8.9 Million
- Health Insurance
 - Costs are Projected to Increase = \$1.6 Million
 - Projected Plan Modifications Savings = \$.6 Million
 - Net Increase Cost to City = \$1 Million

Expenditure Overview

Target Budget Changes

(FY 2009 to FY 2010 & FY 2011)

Water/Electric/Sewer	\$ 350,455
Elect Purchases for Resale	9,500,000
Depreciation	1,210,000
Postage	25,000
Credit Card Fees – Utilities	72,073
Actuarial Analyses - OBEB	10,000
Tobacco Tax Stamps	15,000
Tree Trimming - Electric Lines	20,000

Items Not Funded In Budget

- Employee Pay Increase (Regular & Merit)
- No Additional Police Officers
- John D. Odom/Burbank Road Improvements
- James Oates Park - Dixie Youth Complex
- Eastgate Park Softball Complex
- Land for Industrial Park
- Walton Park Additions/Improvements
- Gateway Beautification
- Library Renovation/Expansion
- Storm Water Improvements
- Funding for Future Water Needs

Summary

- Budget Balanced FY 2010 = 32 Positions Not Funded
- Small Surplus in FY 2011 = \$338,669
- Revenue
 - Sales Tax = \$2.5 M Decrease
 - Various Other GF Revenue = \$1 M Decrease
 - Electric Sales in the UF = \$10 M Increase
- Funding RSA Contributions will Remain at 26.67%
- Major Needs Funded by Sales Tax Revenues:

Vehicles/Equipment	\$ 1.5 M	Facility Mtnc	\$400,000
Elect Transformers	\$.5 M	Park Mtnc	\$250,000
Resurfacing	\$ 1.5 M	Bridge Repair	\$650,000
Computers	\$.5 M		

The background of the slide is a blue-tinted photograph of a vast ocean under a cloudy sky. The water is a deep blue with subtle ripples, and the sky is a lighter blue with wispy white clouds. The horizon line is visible in the distance.

Questions?