

2020 Budget Presentation





Budget Goals

- Commitment to public safety, fire protection, and other essential municipal services
- Use city resources efficiently to ensure long-term financial stability.
- Provide responsive, cost effective service to the community.
- Provide matching funds to attract state and federal grants, private foundations, and other outside funding.



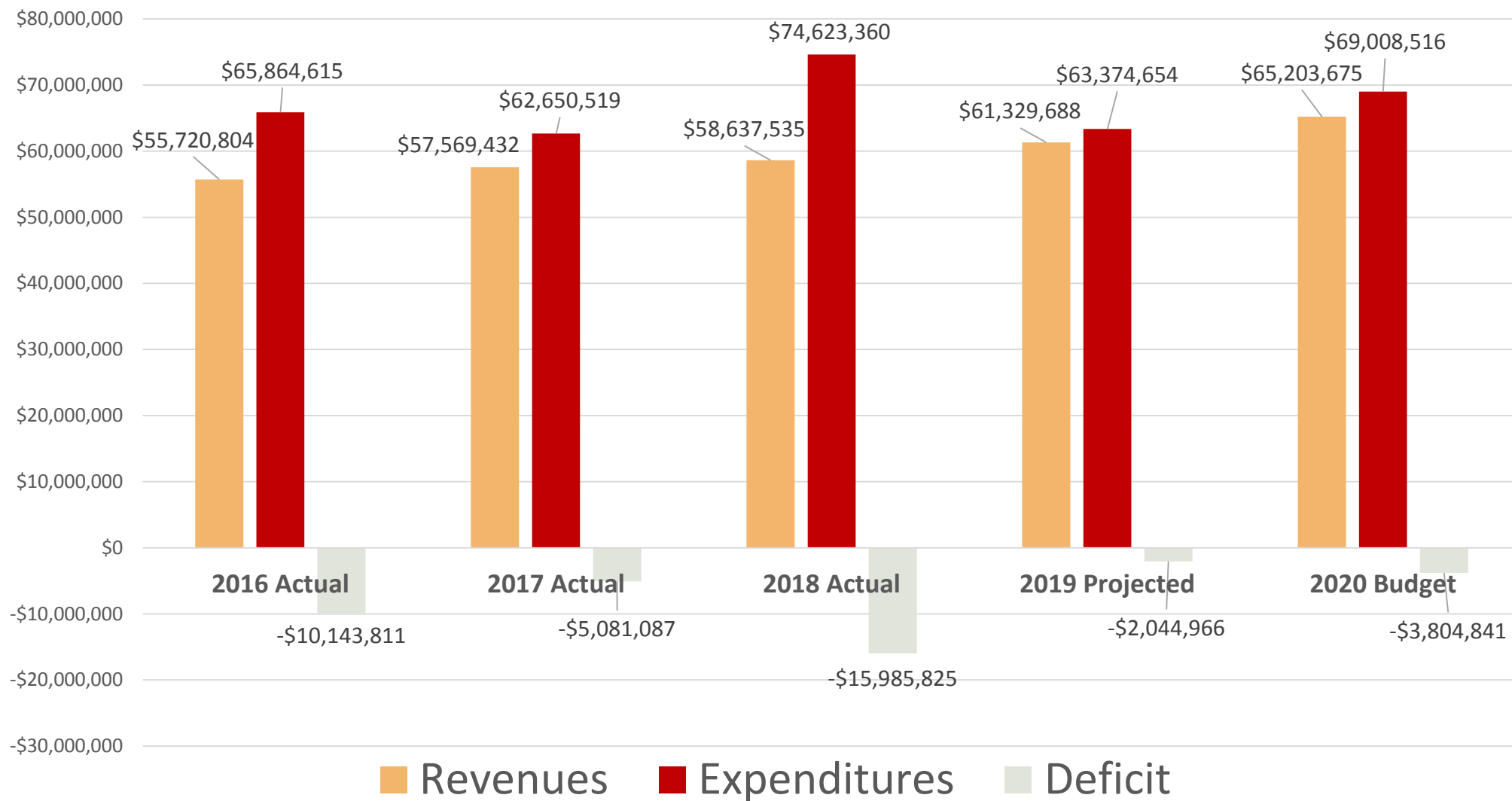
Budget Highlights

- Total Revenues:
 - \$65.2 million
- Total Expenditures:
 - \$69.0 million
- Deficit:
 - \$3.8 million
- Ending Fund Balance:
 - \$30.3 million
- Excess Fund Balance:
 - \$20.5 million

City of Jonesboro Summary Budget FY 2020							
OPERATION & MAINTENANCE FUNDS	Beginning Fund Balance	Revenues	Expenditures	Surplus / (Deficit)	Ending Fund Balance	Required Reserves	Excess Fund Balance
General	19,272,634	45,216,241	44,248,290	967,951	20,240,585	6,637,243	13,603,342
Street	6,720,256	6,321,000	6,307,768	13,232	6,733,488	946,165	5,787,323
Street (STIP Earmarked)	3,811,826	-	1,072,501	(1,072,501)	2,739,325	-	-
Cemetery Fund	747,353	53,000	15,290	37,710	785,063	2,294	782,770
E-911	659,849	1,343,544	1,439,674	(96,131)	563,719	215,951	347,767
Total	31,211,918	52,933,785	53,083,523	(149,738)	31,062,180	7,801,653	20,521,201
OTHER FUNDS/EARMARKED	Beginning Fund Balance	Revenues	Expenditures	Surplus / (Deficit)	Ending Fund Balance	Required Reserves	Excess Fund Balance
Library	-	2,832,710	2,832,710	-	-	-	-
Capital Improvement	1,589,676	428,962	3,827,968	(3,399,006)	(1,809,330)	-	-
A & P	611,845	677,500	600,000	77,500	689,345	-	-
Federal Grants	206,673	5,322,991	5,312,991	10,000	216,673	-	-
CDBG	-	935,659	935,659	-	-	-	-
MPO	112,939	240,868	238,980	1,888	114,827	-	-
JET	275,580	1,318,500	1,666,960	(348,460)	(72,880)	-	-
Police Suspense	14,608	2,700	-	2,700	17,308	-	-
State Forfeiture	9,251	22,125	22,000	125	9,376	-	-
Federal Forfeiture	5,759	20,150	20,000	150	5,909	-	-
Miracle League	-	55,419	55,419	-	-	-	-
Non-Federal Grants	21,651	412,306	412,306	-	21,651	-	-
Total	2,847,982	12,269,890	15,924,993	(3,655,103)	(807,121)	-	-
Grand Total	\$ 34,059,900	\$ 65,203,675	\$ 69,008,516	\$ (3,804,841)	\$ 30,255,059	\$ 7,801,653	\$ 20,521,201

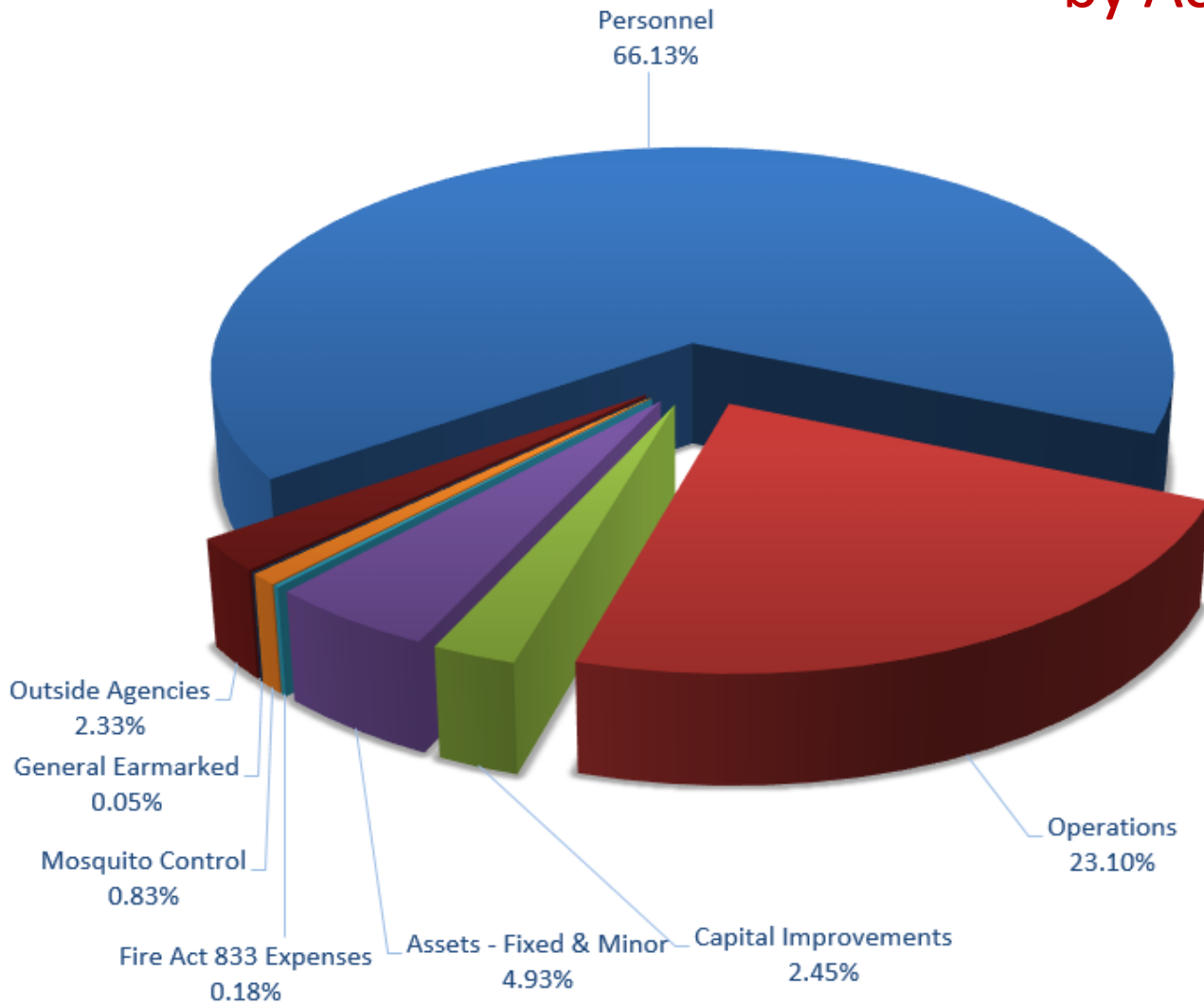


Total Revenues and Expenditures





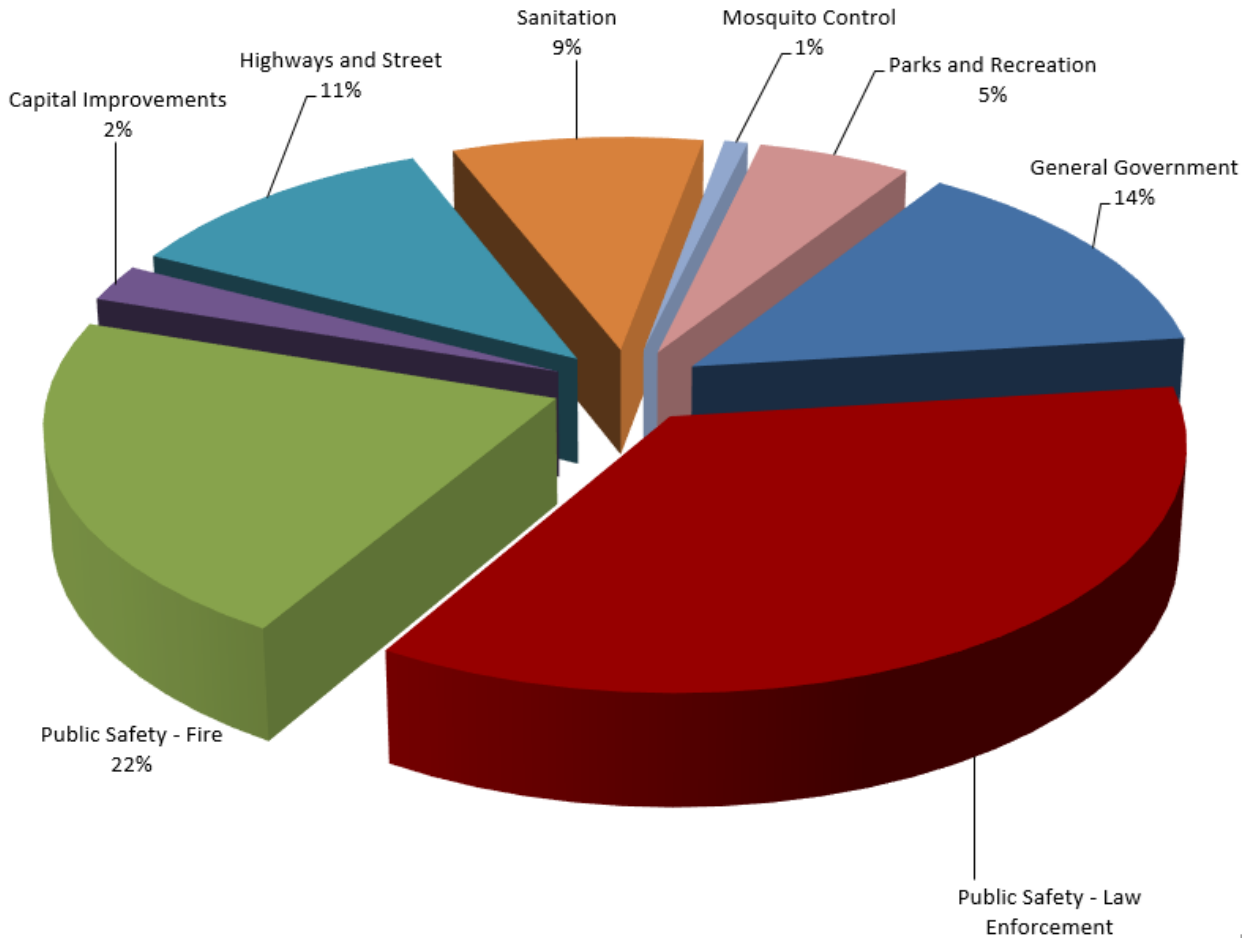
Projected O&M Expenditures by Account Type



O&M Expenditure by Account Type	2019 Budget	2020 Budget	Difference
Personnel	\$34,670,493	\$35,102,723	\$432,230
Operations	\$12,172,568	\$12,262,555	\$89,987
Capital Improvements	\$3,671,250	\$1,300,501	(\$2,370,749)
Assets – Fixed and Minor	\$2,107,863	\$2,614,534	\$506,671
Fire Act 833 Expenses	\$85,000	\$95,000	\$10,000
Mosquito Control	\$436,000	\$442,000	\$6,000
General Earmarked	\$22,498	\$26,280	\$3,782
Outside Agencies	\$1,049,250	\$1,234,930	\$185,680
TOTAL	\$54,214,922	\$53,078,523	(\$1,136,399)



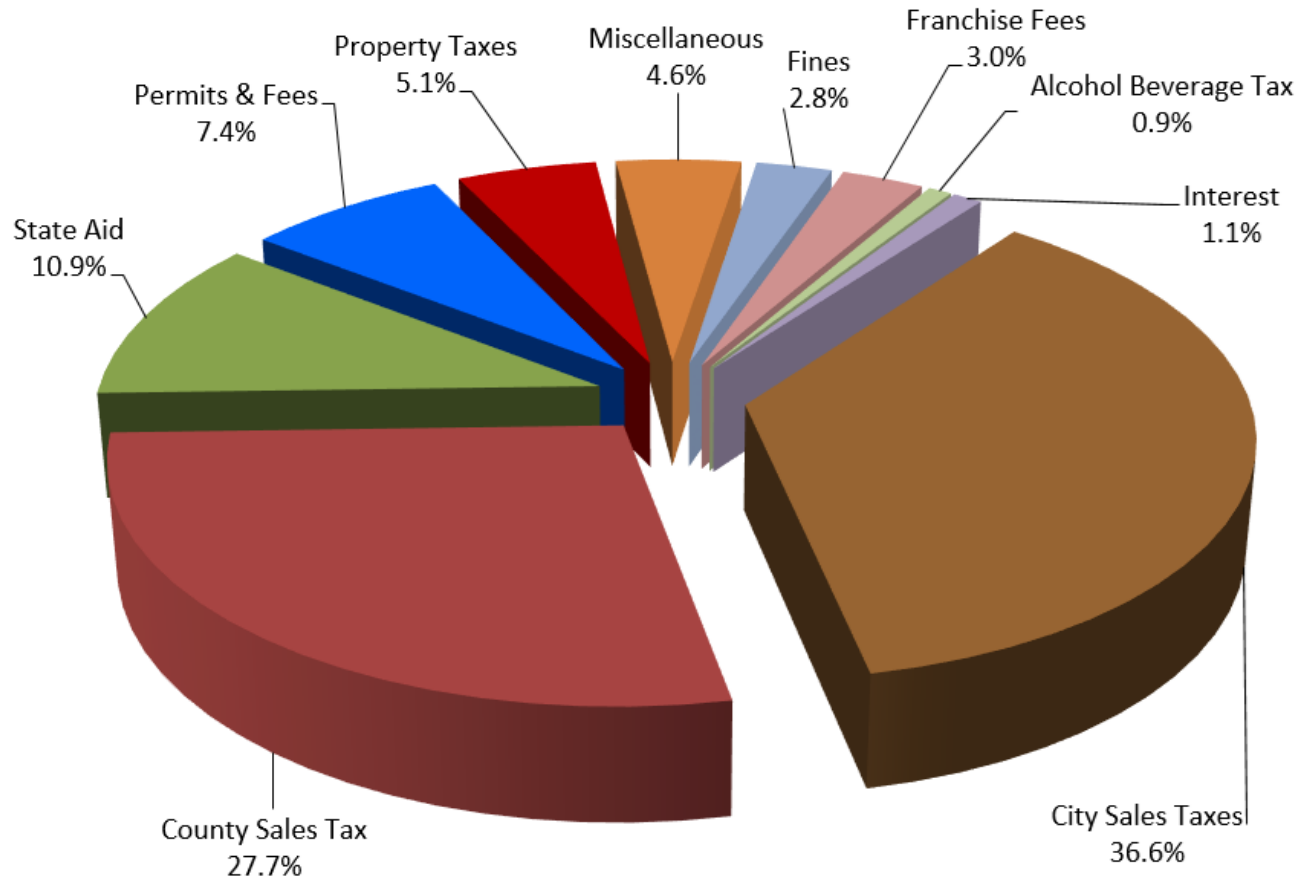
Projected O&M Expenditures by Classification



O&M Expenditure by Classification	2019 Budget	2020 Budget	Difference
General Government	\$6,804,125	\$7,381,451	\$577,326
Law Enforcement	\$17,525,952	\$18,833,665	\$1,307,713
Fire Protection	\$11,187,334	\$11,431,281	\$243,947
Capital Impr. (O&M)	\$3,671,250	\$1,300,501	(\$2,370,749)
Highways and Street	\$6,467,293	\$6,079,768	(\$387,525)
Sanitation	\$4,575,418	\$4,730,301	\$154,883
Mosquito Control	\$436,000	\$442,000	\$6,000
Parks and Recreation	\$2,807,256	\$2,884,556	\$77,300
TOTAL	\$53,474,626	\$53,083,523	(\$391,105)



Projected O&M Revenues



O&M Revenues	2019 Budget	2020 Budget	Difference
City Sales Taxes	\$18,200,000	\$19,350,000	\$1,150,000
County Sales Tax	\$13,200,000	\$14,664,000	\$1,464,000
State Aid	\$5,224,350	\$5,766,000	\$541,650
Permits and Fees	\$3,896,550	\$3,913,500	\$16,950
Property Taxes	\$2,577,000	\$2,710,000	\$133,000
Miscellaneous	\$2,228,897	\$2,425,535	\$196,638
Fines	\$1,518,000	\$1,473,500	(\$44,500)
Franchise Fees	\$1,400,000	\$1,600,000	\$200,000
Alcohol Beverage Tax	\$450,000	\$460,000	\$10,000
Interest	\$717,697	\$571,250	(\$146,447)
TOTAL O&M REVENUES	\$49,412,494	\$52,933,785	\$3,521,291

Capital Improvements - Summary



STREET FUND

- Transportation Projects: \$228,000
- STIP Projects: \$1,072,501
 - Hwy. 18/Main/Highland: \$844,121
 - Hwy. 1B Widening: \$155,752
 - Hwy 351/BNSF Hwy 49: \$72,628
- TOTAL, Street Fund Cap. Imprmt.: \$1,300,501

CAPITAL IMPROVEMENTS FUND

- Transportation Projects: \$150,000
- Drainage Projects: \$450,000
- Facilities Projects: \$194,500
- Annual Obligations: \$227,500
- Parks Projects: \$2,682,250
- Local Match: \$87,516
- TOTAL Expenditures: \$3,791,766
- Revenues: \$428,962
- Net Cost: \$3,412,804

Salary/Administrative Changes for 2020



- No new positions.
 - Except 3 new firefighters approved from recent grant.
- No change in salary structure.
 - Step program continues.
- Health Insurance:
 - 3.3% cost increase (\$120,000) to city.
 - Same share of city funding of policy (71%)
 - Deductible increase:
 - Individual: From \$600 to \$700
 - Family: From \$1,800 to \$2,100



Fire and Police Pension

- 2020 budgeted cost of both pensions: \$4,600,000
- Authorization:
 - Can go up to 1 mil for each.
- Current:
 - Resolutions Approved Oct. 2019 for .5 mill for both fire and police.
 - Generates a total of \$1,260,000
 - State Funding (“Premium Tax Allocation”): \$1,620,000
 - Net cost to city: \$1,720,000
- Consideration:
 - Increase both to 1 mill. for 2020.
 - Amount of revenue both would generate: \$1,260,000
 - Net cost to city would be: \$460,000
 - Not included in 2020 budget.

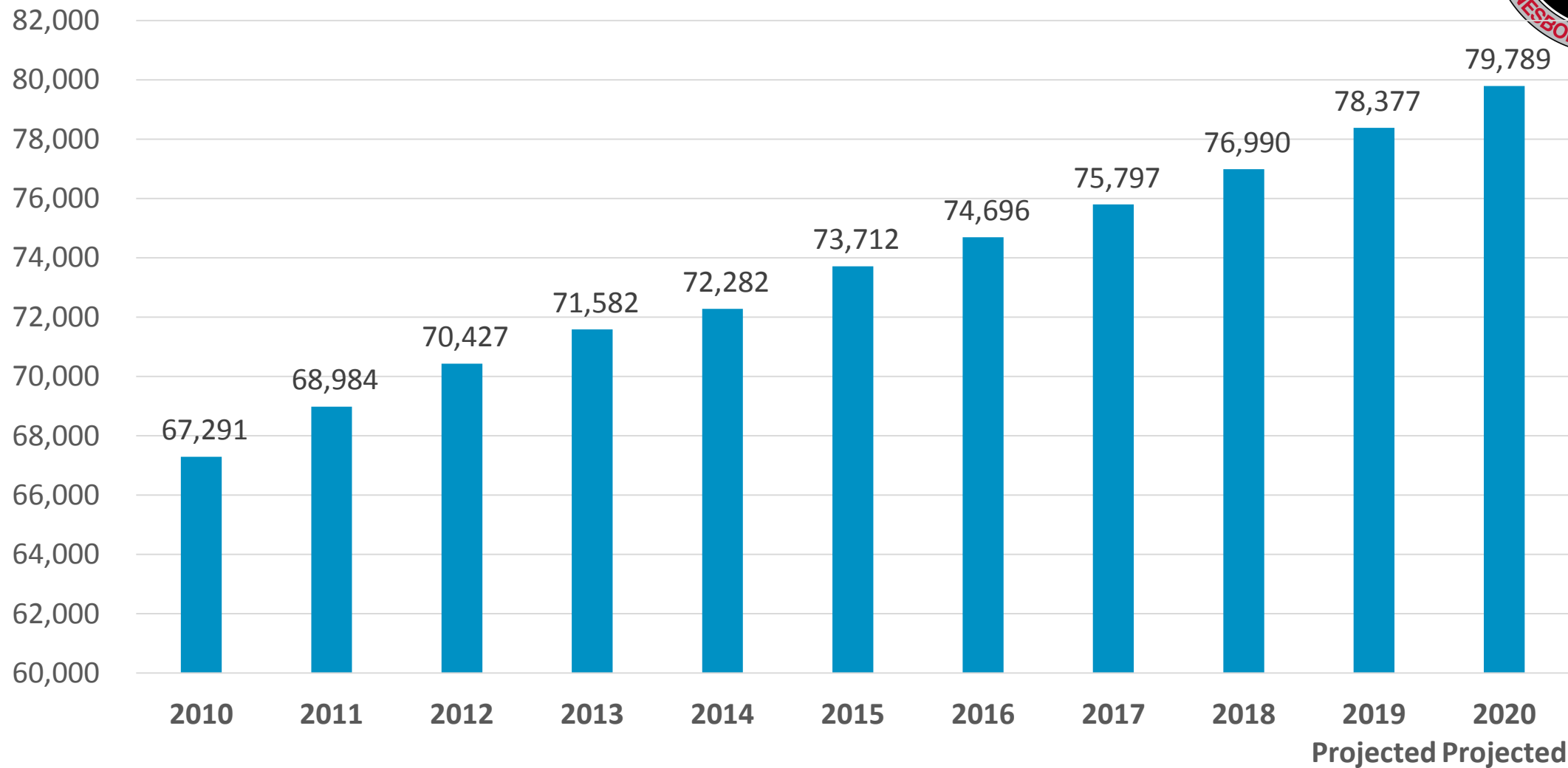
Concerns





Jonesboro Population

Average **1.7%** per year since 2016





Budget Concerns

- Expenses will continue to rise with population growth and inflation.
 - Largest Costs: Police, Fire, Sanitation, Streets
- Revenues aren't keeping up with the population growth and inflation.
 - Population Growth: Averaged **1.7%**/year since 2016.
 - Inflation Rate: Averaged **1.7%**/year since 2016.

Revenue* Per Capita

- 2016: \$650
- 2020: \$612
- Difference: **-5.8%**

**Inflation Adjusted*

**O&M + Cap. Improvements*

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