

2017 Budget Workshop

Finance Department

2017 Proposed Budget

General Fund

Revenues

Taxes	37,113,000
Licenses and Permits	417,500
Intergovernmental Revenue	2,218,015
Charges for Services	3,116,204
Fines & Forfeitures	1,082,000
Investment Income	3,000
Contributions & Donations	3,500
Miscellaneous	886,400
Other Financing Sources	695,800

Expenditures

General Government	8,082,166
Judicial	6,092,802
Public Safety	15,278,767
Public Works	7,761,469
Health & Welfare	403,000
Culture & Recreation	1,065,425
Housing & Development	2,158,036
Debt Service	1,944,609
Other Financing Uses	2,101,792
Contingency	500,000
General Fund Surplus	147,352

Total GF Revenues

\$ 45,535,419

Total GF Expenditures & Surplus

\$ 45,535,419

Special Tax Districts

Revenues

Property Tax	3,896,782
Insurance Premium Tax	3,937,173

Expenditures

Fire Department	6,819,055
Landfill Fees	425,000
Senior Center	177,000
JDA	157,500
Library	255,400

Total Special Tax District Revenues

\$ 7,833,955

Total Expenditures

\$ 7,833,955

Total Revenue GF & STD

\$ 53,369,374

Total Expenditures GF & STD

\$ 53,369,374

2016 Approved Budget

General Fund

Revenues

Taxes	31,080,000
Licenses and Permits	425,500
Intergovernmental Revenue	1,746,600
Charges for Services	3,005,510
Fines & Forfeitures	1,020,000
Investment Income	3,000
Miscellaneous Income	868,550
Other Financing Sources	490,200

Total General Fund Revenues	\$ 38,639,360
Fund Balance	<u>2,902,390</u>
Total Revenues & Fund Balance	<u>\$ 41,541,750</u>

Expenditures

General Government	7,756,682
Judicial	5,795,196
Public Safety	14,459,057
Public Works	6,333,846
Health & Welfare	398,000
Culture & Recreation	1,010,122
Housing & Development	1,989,943
Debt Service	1,977,990
Other Financing Uses	1,320,914
Contingency	500,000

Total Expenditures	<u>\$ 41,541,750</u>
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Special Tax Districts

Revenues

Property Tax	3,560,046
Insurance Premium Tax	3,500,000

Total Special Tax District Revenues	<u>\$ 7,060,046</u>
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Expenditures

Fire Department	6,040,646
Landfill Fees	425,000
Senior Center	181,500
JDA	157,500
Library	255,400

Total Expenditures	<u>\$ 7,060,046</u>
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Total Revenue GF & STD	<u>\$ 48,601,796</u>
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Total Expenditures GF & STD	<u>\$ 48,601,796</u>
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2016 vs. 2017 Summary of change in Expenditures

Proposed 2017 Budget - Expenditures			45,388,066	
Original 2016 Budget - Expenditures		41,541,750		
Amendments		22,940		
Amended 2016 Budget - Expenditures			41,564,690	
Increase				3,823,376
Explanation of Increases:				
Pension		839,000		
Pay adjustment - 3% (includes benefits)		533,800		
Pay adjustment - extra 2% (includes benefits)		118,500		
Transfer to E911		428,900		
Transfer to Transit		91,100		
DFCS funding		30,000		
DA - new grant funded positions plus benefits		83,200	*	
Tax Assessor - personal property audit		100,000	*	
Tax Assessor - special pay adjustments plus benefits		26,600		
Human Resources - new position plus benefits		64,800		
Sheriff - mobile CADD annual maintenance		53,300		
Correctional Center - inmate medical		30,000		
Recreation - Edwards Park gym utilities and janitorial		42,000		
MPO - consulting		25,300	*	
Public Works - 2017 LMIG increase plus match		313,143	*	
Public Works - carry over of 2016 LMIG plus match		1,033,547	*	
Total Increases				3,813,190
* There is related General Fund revenue.				

2016 vs. 2017 Summary of change in Revenues

Proposed 2017 Budget - Revenue			45,535,418	
Original 2016 Budget - Revenue		38,639,360		
Amendments	*	6,122,940		
Amended 2016 Budget - Revenue			44,762,300	
Total Increase/(Decrease)				<u>773,118</u>
Explanation of Change:				
Property taxes - growth in digest		248,000		
Property taxes - increase due to audit		200,000		
LOST - includes allocation reduction due to agreement		(372,000)		
TAVT - allocation reduction due to LOST agreement		(195,000)		
LMIG - increase in funding		240,900	**	
VOCA/VAWA grants - increase in funding		116,300	**	
PILT - new agreements		98,200		
Court fines - increase		62,000		
Sale of assets - Public Works equipment sales		200,000		
Net of all other		174,600		
Total Increase/(Decrease)				<u>773,000</u>
* \$6,100,000 of this is due to millage rate increase.				
** There is related General Fund expenditure.				

2016 vs 2017 Fire District Comparison

ACCOUNT CATEGORY	2016 BUDGET AMENDED	2017 BUDGET RECOMMENDED	2017 BUDGET VS 2016 BUDGET	% CHANGE
51 PERSONAL SERVICES & EMPLOYEE BENEFITS	5,335,440	6,097,840	762,400	14.29%
52 PURCHASED/CONTRACTED SERVICES	153,751	173,860	20,109	13.08%
53 SUPPLIES	416,955	396,355	(20,600)	-4.94%
54 CAPITAL OUTLAYS	134,500	151,000	16,500	12.27%
 3500 FIRE	 <u>6,040,646</u>	 <u>6,819,055</u>	 <u>778,409</u>	 12.89%

Explanation of increase:

Personnel

Retirement for existing personnel	172,000			
First full year for 15 new personnel added in 2016 (9 hired around 4/1/16; 6 hired around 10/1/16)	46,000			
9 new personnel - full year	390,000			
3% pay adjustment (including benefits) - full year	154,000			
Total Personnel Increase		762,000		
Total Capital Increase		16,500		
Total Department Increase		<u>778,500</u>		

Whitfield County Pension

History of Pension Funding:

- In 2012 Funding Ratio = 121%
- County did not budget a pension contribution for 2012 & 2013
- In 2014 County made a 50% Pension Contribution
- In 2015 County made a 100% Pension Contribution
- The approved 2016 budget includes no Pension Contribution
- The proposed 2017 Budget includes a 100% Pension Contribution
- In 2015 the County BOC passed a pension funding policy that states the BOC will hold a pension funding level of 100%
- Per our latest actuarial pension valuation our funding level is 106.5%

2017 General Fund Capital Expenditures

<u>Item Description</u>	<u>Public Works</u>	<u>Buildings & Grounds</u>	<u>Finance</u>	<u>Superior Court</u>	<u>Sheriff</u>	<u>Other</u>
Lease: CAT 420 backhoes	\$ 39,312					
Lease: Tractor & mowers	58,597					
Single axle dump trucks - replacement	100,000					
Small dump roll off - replacement	60,000					
Shop truck utility bed - replacement	40,000					
Parking deck lighting, floor sealing, painting		\$ 25,000				
Parking lot sealing for Admin Bldg #1 & Courthouse		12,000				
Kronos time keeping software upgrade			\$ 35,000			
Evidence presentation system/audio upgrade for main courtroom				\$ 32,000		
Server project for video data					\$ 30,000	
Sheriff/Correctional Facility Security					42,500	
Parking Deck Security					17,300	
NWGTC project						\$ 790,000
Totals	\$ 297,909	\$ 37,000	\$ 35,000	\$ 32,000	\$ 89,800	\$ 790,000
Total Capital Projects - General Fund	\$ 1,281,709					

COLA & Public Safety Pay Adjustments

- 2009 – Stop PTO Buybacks (employees can no longer cash in unused sick/PTO time); No COLA
- 2010 – 2011 No COLA
- 2012 – Stop longevity pay; a one-time end of year bonus, No COLA
- 2013 – Mid year COLA was given = 3%
- 2014 – No COLA
- 2015 – 3% COLA and Pay Adjustments for Public Safety (Majority) given mid-year (help County remain competitive with surrounding area)
- 2016 – No COLA

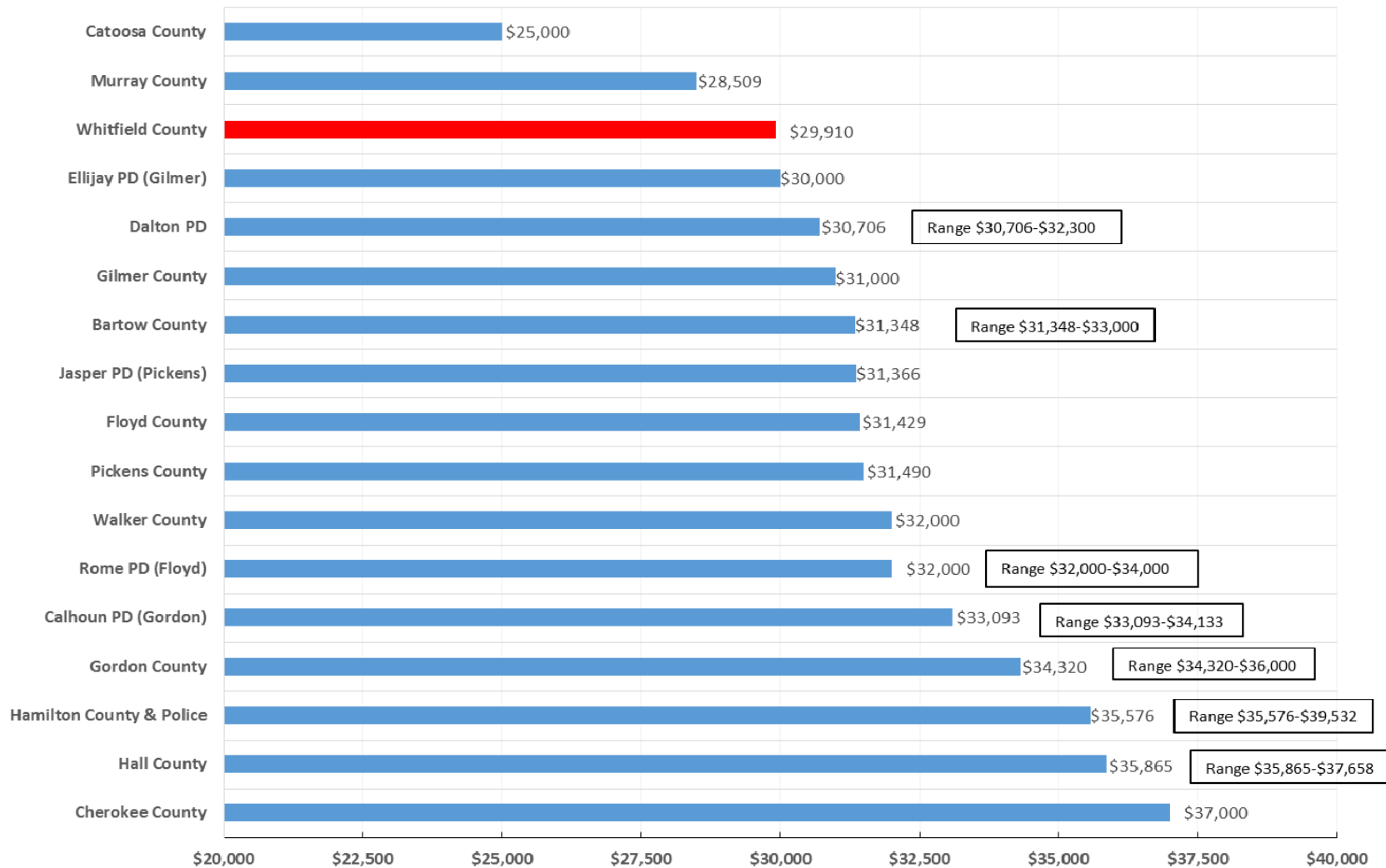
“Deal announces major law enforcement reform package”

Gov. Nathan Deal today announced a law enforcement reform package that includes a 20 percent pay raise for more than 3,300 state law enforcement officers and a multi-phase overhaul of officer training and certification courses. The pay increase is effective Jan. 1, 2017, and represents more than \$78 million in state funding in the amended FY17 budget and the FY18 budget.

September 8th, 2016: source ajc.com

Agency analysis of starting pay rate for Law Enforcement Officers

Starting Salary - Deputies



PROPERTY TAX DIGEST HISTORY – GENERAL FUND

Comparison of Tax Digest 2011 – 2016

100% Freeport

	2011	2012	2013	2014	2015	2016
Gross Digest	\$ 3,296,354,072	\$ 3,379,495,530	\$ 3,374,429,078	\$ 3,456,291,471	\$ 3,444,459,095	\$ 3,427,873,843
Exemptions	(491,180,061)	(835,851,413)	(812,616,543)	(869,629,696)	(906,601,021)	(896,054,401)
Net M&O Digest	\$ 2,805,174,011	\$ 2,543,644,117	\$ 2,561,812,535	\$ 2,586,661,775	\$ 2,537,858,074	\$ 2,531,819,442
% Change		-9.32%	0.71%	0.97%	-1.89%	-0.24%

2016 Millage Rate Info

- 2016 M&O Net Taxable Digest = \$2,531,819,442
- 1 mill on 2016 Digest = \$2,531,819 Property Tax Revenue
- 2016 M&O Uninc Millage Rate = 9.561 Mills (City of Dalton)
+ 2.000 Special Districts = 11.561 (Uninc County + Varnell,
Tunnel Hill, Cohutta)

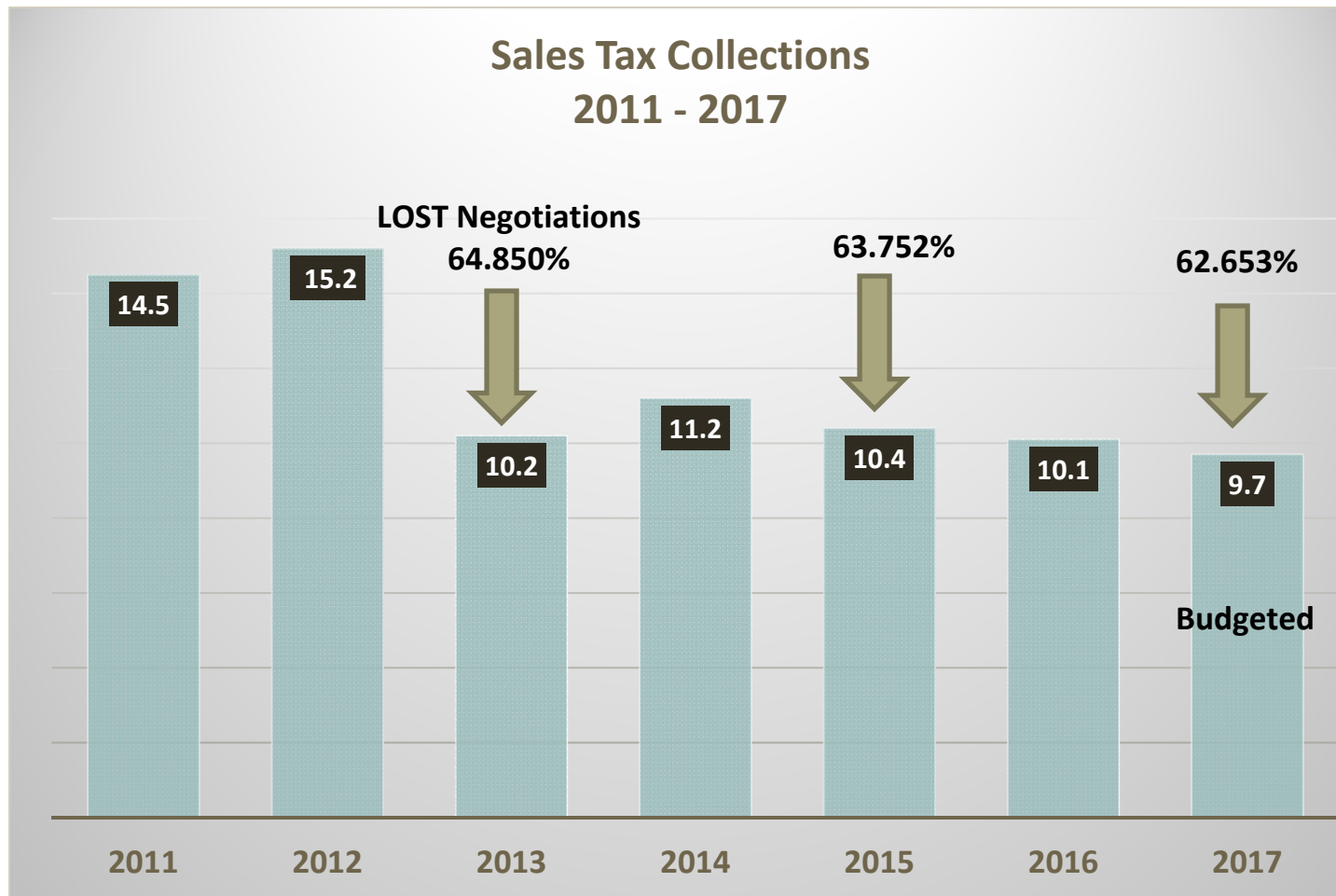
Spending per capita - 2016

	Bartow	Floyd	Lowndes	Newton	Fayette	Doughtery	Whitfield 2016
2016 Unincorp Millage Rate	9.010	11.933	11.224	14.333	8.653	21.761	11.561
2016 GF Budget in Millions*	\$ 70.40	\$ 54.90	\$ 53.90	\$ 53.80	\$ 64.60	\$ 54.60	\$ 48.60
Estimated 2015 Population **	102,747	96,504	112,865	105,473	110,714	91,332	104,216
Per Capita Spending	\$ 685.18	\$ 568.89	\$ 477.56	\$ 510.08	\$ 583.49	\$ 597.82	\$ 466.34
Freeport Exemption	100%	100%	100%	100%	100%	100%	100%
* Includes all unincorporated budgets as applicable			** Per latest Census Bureau estimates				

Spending per capita Whitfield 2016 vs 2017

	Whitfield 2016	Whitfield 2017
Unincorp Millage Rate	11.561	11.561
GF Budget in Millions*	\$ 48.60	\$ 53.40
Estimated 2015 Population **	104,216	104,216
Per Capita Spending	\$ 466.34	\$ 512.40

SALES TAX HISTORY – COUNTY PORTION



- *LOST Percentage dropped in 2013 to 64.850%
- *LOST Percentage dropped in 2015 to 63.752%
- *LOST Percentage will drop in 2017 to 62.653%

911 FUND UPDATE

- 911 Fund does not generate enough current revenues to cover current expenditures, current 2016 Budgeted deficit = \$640,000
- 911 Fund deficit has been covered in the past with 911 Fund Balance
- 911 Fund Balance is dwindling
- Projected 911 Fund Balance 12/31/2016 = \$17,000 this fund balance will be used to cover 2017 budget deficit along with a transfer from the General Fund = \$608,000 (expense to general fund)
- Revenue rates are set by the State of Georgia

FUND BALANCE REVIEW

Ending Fund Balance 12/31/2015	\$	13,844,578
Estimated Surplus for 2016		1,500,000
2017 Proposed Budget - Balanced		<u>0</u>
Estimated Fund Balance 12/31/2017	\$	<u><u>15,344,578</u></u>
90 Day Reserve - 2017 Proposed Budget	\$	<u><u>11,347,016</u></u>

2016 & Future TAN's

- What is a TAN? Tax Anticipation Note issued by governments used to fulfill a short-term cash need.
- Typically have maturities of less than one year - must be payable on or before December 31 of the calendar year in which they are used.
- In our case, would be used to relieve cash flow burden during the later part of the year; note would be paid with property tax revenues.
- No vote is required.
- May effect our credit rating if we need to issue in multiple years.
- We issued a TAN in August this year. The TAN was issued as a line of credit in the amount of \$6,750,000
- Surplus in 2016 and balanced budget in 2017 will allow us to reduce TAN amount in 2017