

1 officially serving in the position, the Acting City Clerk, or designated representative.

2 (C) *City Manager*, means the City Manager, or designated representative, of the City, or if no
3 one is officially serving in the position, the Acting City Manager, or designated representative,
4 which may include an Acting Assistant City Manager.

5 (D) *Director of Finance* means the Director of Finance and Treasurer, or designated
6 representative, for the City, or if no one is serving in the position, the Acting Director of Finance
7 and Treasurer.

8 (E) *Expenditures* means decreases in net financial resources under the current financial
9 resources measurement focus, and pertains to payment of normal operating payments and
10 encumbrances.

11 (F) *Expenses* mean the cost of doing business in a proprietary organization, and can be either
12 outflows or the using up of assets – cost expiration – such as the depreciation of fixed assets. Within
13 the context of this budget ordinance, “proprietary organization,” or “proprietary fund” refers only
14 to a method of accounting and is not used as any reference to whether the enterprise is conducted
15 in a governmental or proprietary manner, as that term is understood in Arkansas law. All enterprises
16 referred to in this ordinance shall be operated by the City in its governmental capacity.

17 (G) *Fund Balance* means the difference between assets and liabilities reported in the
18 governmental fund and represents the excess of revenues or expenditures that has accumulated
19 since the inception of the fund.

20 (H) *Revenue(s)* means:

21 (i) Increases in the net current assets of a Governmental Fund Type from other than
22 expenditure refunds and residual equity transfers, but does not include any general long-
23 term debt proceeds and operating transfers in – which are classified as “other financing
24 sources,” unless these constitute a reservation of fund balances for encumbrances carried
25 forward from a prior year and the expenditure for which the fund balance was created has
26 also been carried forward; or,

27 (ii) Increases in the net total assets of a Proprietary Fund Type from other than expense
28 refunds, capital contributions and residual equity transfers, but does not include operating
29 transfer in which are classified separately from revenues, unless these constitute a
30 reservation of fund balances for encumbrances carried forward from a prior year and the
31 expense for which the fund balance was created has also been carried forward.

32 **Section 4. Compliance with Existing Laws, Statutes and Ordinances.** This ordinance has been
33 prepared in accordance with various Arkansas statutes that deal with municipal fiscal reporting
34 requirements, the *Financial Reporting Standards for the City of Little Rock, Arkansas*, as approved in Little

1 Rock, Ark., Rev. Code §§ 2-245 to 260.8 (1988), and the standards of the Government Finance Officers
2 Association.

3 **Section 5. Fiscal Year 2016 Budget.** The following respective amount for every resource and
4 appropriate use is herein set forth as follows:

5 **(A) APPROPRIATE OPERATING RESOURCES:**

6	General Fund	\$201,644,229
7	Street	20,557,426
8	Waste Disposal	17,941,300
9	Parking Garages	2,570,250
10	Fleet Services	12,714,282
11	Vehicle Storage Facility	1,370,305
12	<u>TOTAL RESOURCES</u>	<u>\$256,797,792</u>

13 **(B) APPROPRIATE OPERATING USES:**

14	General Fund Departments	
15	General Administration	\$29,977,808
16	Board of Directors	342,818
17	Community Programs	427,559
18	City Attorney	1,939,007
19	Municipal Court – Criminal	1,410,338
20	Municipal Court – Environmental	627,195
21	Municipal Court – Traffic	1,365,334
22	Finance	3,407,407
23	Human Resources	1,810,554
24	Office of Information Technology	4,843,151
25	Planning & Development	2,566,299
26	Housing & Neighborhood Programs	5,866,198
27	Public Works	1,191,100
28	Parks and Recreation	10,207,910
29	RiverMarket	1,174,745
30	Golf	2,288,313
31	Fitness and Aquatics	909,546
32	Zoo	6,810,041
33	Fire	47,365,844
34	Police	70,548,138

1	Transfer to Street Fund	1,082,000
2	Future Little Rock, Special Projects, PIT, Grant Match	10,482,924
3	Contingency	1,000,000
4	<u>Vacancy Allocation (Authorized Unfilled Positions)</u>	<u>(6,000,000)</u>
5	TOTAL GENERAL FUND	\$201,644,229
6	Street Fund	20,557,426
7	Solid Waste	16,928,866
8	Parking Garages	2,251,986
9	Fleet Services	12,714,282
10	<u>Vehicle Storage Facility</u>	<u>1,359,792</u>
11	<u>TOTAL USES</u>	<u>\$255,456,581</u>

12 **Section 6. *Outside Agency Contributions.*** The appropriation for General Administration
13 operating uses in Section 4 above includes the following amounts for various entities with which the City
14 contracts for public services, or in which the City has an ownership interest:

15	Central Arkansas Transit Authority	\$8,576,529
16	Pulaski County Regional Detention Center	1,450,000
17	Arkansas Arts Center	700,000
18	Museum of Discovery	230,000
19	Metroplan	178,042
20	Downtown Partnership	195,000
21	PAGIS	135,800
22	First Tee	191,500
23	Pulaski County Health Unit	56,100
24	Saint Vincent's	25,381
25	<u>City Beautiful</u>	<u>2,500</u>
26	<u>TOTAL OUTSIDE AGENCY CONTRIBUTIONS</u>	<u>\$11,740,852</u>

27 **Section 7. *PILOT Payments.*** In accordance with Act 497 of 1981, Act 713 of 1991, and Act
28 1629 of 2001, of the Arkansas General Assembly, the Director of Finance shall make appropriate payments
29 to the Little Rock School District, the Pulaski County Special School District, and Pulaski County from any
30 affected payment-in-lieu of taxes (PILOT) made to the City by a company for which an Act 9 Industrial
31 Development Bonds was issued; it is estimated that the gross amount of these resources for FY2016 is One
32 Million, Seven Hundred Seventy Thousand, Three Hundred Twenty-Five Dollars (\$1,770,325).

33 **Section 8. *Appropriation for the Compensation of Elected Officials.*** This budget contains a personnel
34 appropriation for the Mayor and the Members of the Board of Directors as follows:

1 (A) Annual compensation of the Mayor is One Hundred Sixty Thousand Dollars (160,000.00), and
2 such other amounts as may from time to time be approved during the time this ordinance is
3 effective;

4 (B) Annual compensation for each member of the Board of Directors is Eighteen Thousand Dollars
5 (\$18,000.00), plus an annual stipend of Three Thousand Dollars (\$3,000.00);

6 (C) In addition to these amounts, there are expenditures noted within this ordinance which
7 document the amounts paid for Mayor and Board member expenses and benefits.

8 **Section 9. *Definition of Significant Variance.***

9 (A) In order to prepare this budget it has been necessary to estimate the amount of revenue or other
10 resources that the City will have available to it in Fiscal Year 2016, and the cost of the various
11 expenditures and expenses that the City will incur during this period.

12 (B) To assure the efficient and responsible operation of the City, and the maintenance of its various
13 programs and facilities, it is important for the Board of Directors to be timely advised of a
14 significant variance in revenues, or expenditures, during the course of the fiscal year. Further,
15 it is important for the Board of Directors, the City Manager and the Director of Finance, to
16 agree as to what constitutes a “significant variance” of these items.

17 (C) It is further necessary to have a definition of “significant variance” that can be reviewed on an
18 annual basis as a part of the City budget process, and which can best reflect the point at which
19 the Board of Directors believes it should be notified that such a change of circumstances has
20 occurred in relation to any expenditure, expense, fund balance, revenue, or resource.

21 (D) For Fiscal Year 2016, a “significant variance” shall be deemed to have occurred if, during any
22 reporting period, there has been an increase or decrease from the budgeted amount for the
23 period covered by a Monthly Financial Report, or a Quarterly Fund Balance Report that is:

24 (i) Greater than 5% of the amount anticipated for that item for the period of time covered; and,

25 (ii) More than Fifty Thousand D(\$50,000) from the amount anticipated for that item for the
26 period of time covered.

27 **Section 10. *Timeline for Department of Finance.*** The timeline for events related to the timely
28 preparation of reports and statements to the Board of Directors for Fiscal Year 2016 is attached as Exhibit
29 A to this ordinance.

30 **Section 11. *Severability.*** In the event any title, subtitle, section, subsection, subdivision, paragraph,
31 subparagraph, item, sentence, clause, phrase, or work of this ordinance is declared or adjudged to be invalid
32 or unconstitutional, such declaration or adjudication shall not affect the remaining portions of the ordinance
33 which shall remain in full force and effect as if the portion so declared or adjudged invalid or
34 unconstitutional was not originally a part of this ordinance.

1 **Section 12. Repealer.** All ordinances and resolutions, including but not limited to Little Rock, Ark.,
2 Ordinance No. 20,977 (December 16, 2014)(“The 2015 Budget Ordinance), and any other ordinances or
3 resolutions that relate to financial reporting within the City, are hereby repealed to the extent of such
4 inconsistency.

5 **Section 13. Emergency Clause.** *It is imperative that a budget ordinance for the ensuing fiscal year*
6 *and calendar year be passed prior to the end of the current calendar year in order to assure the continued*
7 *provision of City services, operations, and facilities; such continuation is essential to the public health,*
8 *safety and welfare, an emergency is, therefore, declared to exist and this ordinance, with the exception of*
9 *Section 8 which deals with the compensation of the Mayor and Members of the Board of Directors, shall*
10 *be in full force and effect on January 1, 2016, and the various City departments shall operate immediately*
11 *upon its passage, and for purposes of record keeping and otherwise, as if it were in full force and effect*
12 *from and after the date of its passage.*

13 **PASSED: December 15, 2015**

14 **ATTEST:**

APPROVED:

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16 _____
17 **Susan Langley, City Clerk**

_____ **Mark Stodola, Mayor**

18 **APPROVED AS TO LEGAL FORM:**

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20 _____
21 **Thomas M. Carpenter, City Attorney**

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