

**OFFICE OF THE CITY MANAGER
LITTLE ROCK, ARKANSAS**

**BOARD OF DIRECTORS COMMUNICATION
MAY 6, 2025, AGENDA**

<p>Subject: Authorization to Adjust the Fiscal Year 2024 Budget for Changes to the General, Street, Vehicle Storage, Parking Garage, and Waste Disposal Funds.</p> <p>Submitted By: Finance Department</p>	<p>Action Required:</p> <p>√ Ordinance Resolution</p>	<p>Approved By:</p> <p style="text-align: center;">Delphone Hubbard Acting City Manager</p>
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SYNOPSIS

Ten (10) adjustments need to be made to the 2024 Budget to adjust for changes in actual and anticipated revenues and expenditures.

**FISCAL
IMPACT**

Adjustment	Revenue	Expenditure	Net
General Fund:			
1. Revenues	\$4,498,696	\$0	\$4,498,696
2. Increase in Departmental Operations	0	5,048,221	(5,048,221)
3. Special Projects transfer out	0	1,000,000	(1,000,000)
4. Parks Maintenance Transfer out	0	32,946	(32,946)
General Fund Amended Total	\$4,498,696	\$6,081,167	(\$1,582,471)
2024 Amended	257,649,062	256,609,157	1,039,905
General Fund Amended Total	\$262,147,758	\$262,690,324	(\$542,566)
Adjustment	Revenue	Expenditure	Net
Street Fund:			
5. Revenues	\$1,318,595	\$0	\$1,318,595
Street Fund Amendment	\$1,318,595	\$0	\$1,318,595
2024 Amended	25,729,597	34,290,365	(8,560,768)
Street Fund Amended Total	\$27,048,192	\$34,290,365	(\$7,242,173)

**FISCAL
IMPACT
CONTINUED**

Adjustment	Revenue	Expenses	Net
Vehicle Storage Fund			
6. Revenues	\$59,337	\$0	\$59,337
7. Operational Increases	0	151,612	(151,612)
Vehicle Storage Fund Amendment	\$59,337	\$151,612	(\$92,275)
2024 Amended	2,480,200	2,208,454	271,746
Vehicle Storage Fund Amended Total	\$2,539,537	\$2,360,066	\$179,471
Adjustment	Revenue	Expenses	Net
Waste Disposal Fund			
8. Revenues	\$3,279,830	\$0	\$3,279,830
Waste Disposal Fund Amendment	\$3,279,830	\$0	\$3,279,830
2024 Amended	26,361,900	25,712,800	649,100
Waste Disposal Fund Amended Total	\$29,641,730	\$25,712,800	\$3,928,930
Adjustment	Revenue	Expenses	Net
Parking Garage Fund			
9. Revenues	(\$80,618)	\$0	(\$80,618)
10. Operational Increases	0	16,644	(16,644)
Parking Garage Fund Amendment	(\$80,618)	\$16,644	(\$97,262)
2024 Adopted	3,193,315	1,380,908	1,812,407
Parking Garage Fund Amended Total	\$3,112,697	\$1,397,552	\$1,715,145

**FISCAL
IMPACT
CONTINUED**

Each year, the Board considers adjustments to the Adopted Budget. The ten (10) adjustments should be made to the FY 24 Budget to reflect changes to the General Fund, Street Fund, Vehicle Storage, Waste Disposal Fund, and Parking Garage Fund, which have occurred since the adoption of the 2024 Budget via Ordinance No. 22,343 on December 5, 2023, and as amended by Ordinance No. 22,502 on August 6, 2024, Ordinance No. 22,554 on November 19, 2024 and Ordinance No. 22,566 on December 17, 2024.

1. Adjustments to General Fund Revenues: General Fund revenues experienced an increase in Property Taxes, Sales Taxes, Charges for Services, Fines and Fees, Franchise Fees, Investment Income and Miscellaneous Revenues.

Property Taxes	\$796,748
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Property taxes ended the year with a 6.13% increase as real estate values increased across real estate, personal and utility assets.

Sales Taxes	771,284
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Sales taxes ended the year higher than anticipated with higher inflation, although slightly lower than last year.

Charges for Services	339,030
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The majority of the increase for this category came from added police and fire security at the airport. The zoo also experienced increased attendance over budget. Rebsamen Golf Course rounds increased over last year.

Fines and Fees	256,966
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An increase in the number of traffic fines increased revenues.

Franchise Fees	(827,594)
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Although overall Franchise Fee revenues were higher than in 2023, the budget amendment proved to be too high with the majority decrease in budget from the Electric and Gas Utilities.

Investment Income	3,128,262
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The vast majority of the increase was due to a fair market adjustment and to a change in the interest allocation methods.

Miscellaneous Revenue	<u>34,000</u>
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Miscellaneous income includes various revenues dedicated to the closed Police Pension Fund and other funds that are unexcepted or one-time.

Net increase to General Fund Revenues	<u>\$4,498,696</u>
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BACKGROUND

2. Adjust the Departmental Operational expenditures in the General Fund: To increase budgets for unanticipated expenditures and ensure sufficient budget for year end expenditures. Affected account categories shown in the chart below.

**BACKGROUND
CONTINUED**

Department	Description	Adjustmen
911 Emergency Comm	Personnel Services	480,791
911 Emergency Comm	Services and Other Maintenance	48,086
911 Emergency Comm Total		528,878
City Attorney	Personnel Services	342,906
City Attorney Total		342,906
Dist Court 2	Services and Other Maintenance	15,929
Dist Court 2 Total		15,929
Fire	Supplies and Materials	200,696
Fire	Services and Other Maintenance	369,412
Fire Total		570,108
Golf	Personnel Services	169,146
Golf	Supplies and Materials	54,146
Golf	Repairs and Maintenance	55,831
Golf	Services and Other Maintenance	270,510
Golf Total		549,632
Housing & Neighborhood	Personnel Services	316,763
Housing & Neighborhood	Supplies and Materials	87,037
Housing & Neighborhood Total		403,800
Human Resources	Personnel Services	270,701
Human Resources	Services and Other Maintenance	124,390
Human Resources Total		395,091
Information Tech	Services and Other Maintenance	118,386
Information Tech Total		118,386
Jim Dailey	Personnel Services	126,958
Jim Dailey	Supplies and Materials	35,026
Jim Dailey	Services and Other Maintenance	97,348
Jim Dailey Total		259,332
Planning	Personnel Services	95,953
Planning Total		95,953
Police	Personnel Services	138,365
Police	Services and Other Maintenance	823,936
Police Total		962,301
River Market	Personnel Services	80,578
River Market Total		80,578
Zoo	Personnel Services	243,173
Zoo	Supplies and Materials	75,876
Zoo	Repairs and Maintenance	41,812
Zoo	Services and Other Maintenance	364,465
Zoo Total		725,326
	General Fund Sub Total	5,048,221

**BACKGROUND
CONTINUED**

- 3. Adjust Special Projects transfer out: To transfer one million dollars (\$1,000,000) into a Special Project for the data center refresh project. Shown as an increase in Non-Departmental budget.

Net increase to General Fund transfers \$1,000,000

- 4. Parks Maintenance transfer out: This transfer out of \$31,946 is from the General Fund Special Projects Fund, which is reported as part of the General Fund in the Annual Comprehensive Financial Report (ACFR) thus the need for this authorization, to the Special Projects Fund for Parks Maintenance. This transfer will consolidate funding for Parks Maintenance.

Net increase to General Fund transfers \$31,946

Net increase to General Fund Expenditures \$6,081,167

- 5. Adjust Street Fund revenues: The State Homestead Credit, Tas Tax Turnback and Investments exceeded projections.

Net increase in Street Fund revenues \$1,318,595

- 6. Adjust Vehicle Storage Fund Revenues: The Vehicle Auction Sales and Investment Income were higher than anticipated.

Net increase in Vehicle Storage Fund Revenues \$59,337

- 7. Adjust Vehicle Storage Operational expenditures: To cover the expenses that exceeded budget. Primarily Land maintenance and Towing.

Land Maintenance	\$69,958
Towing	<u>81,655</u>
Net increase in Vehicle Storage operational expenses	\$151,612

- 8. Adjust Waste Disposal Fund Revenues: Landfill fees, Investments, Gain on Sale of Vehicles and Contributions came in higher than anticipated.

Landfill fees	\$396,555
Interest Income	516,078
Gain on Sale	40,043
Contributions	<u>2,327,154</u>
Net increase in Waste Disposal Revenues	\$3,279,830

**BACKGROUND
CONTINUED**

9. Adjust Parking Garage Revenues: Street Repair, River market Monthly, and Transfers were lower than projections, while investments performed above budget.

Street Repair	(\$391,649)
River market Monthly	(153,688)
Interest Income	533,653
Transfers In	<u>(68,934)</u>
Net decrease in Parking Garage Revenues	(\$80,618)

10. Adjust Parking Garage Operational Expenditures: Other Insurance costs were not anticipated.

Net increase in Parking Garage Expenditures	\$16,644
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