F4

To: Mayor and Council

From: Cindy Kudrna, Finance Director

Date: April 29, 2016

Re: Budget Amendment

During the fiscal year 2017 budget process, figures were also provided for possible fiscal year 2016 budget amendment. Those figures have been reviewed by the respective Department Heads, Boards and/or Commissions and the results indicate that a budget amendment is necessary.

To proceed with the budget amendment, the Council is required to direct the publication of the Notice of Public Hearing Amendment of Current City Budget and set a public hearing date for May 18st. The Notice of Public Hearing Amendment is attached and will be published upon Council direction.

You may notice that overall expenses exceed the revenues. This is all due to timing of capital projects and grant reimbursements. We have to pay the pay estimates as directed by council approval and then send in for the reimbursement from the IDOT for the RISE grant payments, which sometimes can take 4-6 weeks to get the reimbursement. So, in saying that, I have inflated the expenses slightly for the unknown timing of when pay estimates will need to be paid to the contractor in the next two months. I want to make sure we have enough budgeted in those projects or we could essentially "go over budget" and that would defeat the purpose of the amendment process.

Please call me prior to the meeting if you have any questions or concerns.

Jun-15

Form 653.C1

NOTICE OF PUBLIC HEARING
AMENDMENT OF CURRENT CITY BUDGET

The City Council of HIAWATHA in LINN County, Iowa

will meet at HIAWATHA CITY COUNCIL CHAMBERS

at 5:30 pm (hour) on 5/18/2016 (Date)

,for the purpose of amending the current budget of the city for the fiscal year ending June 30, 2016 (year)

by changing estimates of revenue and expenditure appropriations in the following functions for the reasons given. Additional detail is available at the city clerk's office showing revenues and expenditures by fund type and by activity.

		Total Budget as certified or last amended	Current Amendment	Total Budget after Current Amendment
Revenues & Other Financing Sources				
Taxes Levied on Property	1	5,236,403	38,580	5,274,983
Less: Uncollected Property Taxes-Levy Year	2	0		0
Net Current Property Taxes	3	5,236,403	38,580	5,274,983
Delinquent Property Taxes	4	0		0
TIF Revenues	5	2,097,618	10,000	2,107,618
Other City Taxes	6	1,003,242	-50,242	953,000
Licenses & Permits	7	140,350	27,400	167,750
Use of Money and Property	8	47,600	4,100	51,700
Intergovernmental	9	1,575,990	113,572	1,689,562
Charges for Services	10	2,788,714	-28,911	2,759,803
Special Assessments	11	0	0	0
Miscellaneous	12	221,773	144,500	366,273
Other Financing Sources	13	3,600,000	267,400	3,867,400
Transfers In	14	3,130,805	1,653,288	4,784,093
Total Revenues and Other Sources	15	19,842,495	2,179,687	22,022,182
Expenditures & Other Financing Uses				
Public Safety	16	2,993,301	-20,852	2,972,449
Public Works	17	717,617	126,000	843,617
Health and Social Services	18	25,000	-5,000	20,000
Culture and Recreation	19	1,102,003	18,757	1,120,760
Community and Economic Development	20	570,325	65,600	635,925
General Government	21	1,265,680	-138,243	1,127,437
Debt Service	22	3,174,514	912,431	4,086,945
Capital Projects	23	5,058,900	2,900,160	7,959,060
Total Government Activities Expenditures	24	14,907,340	3,858,853	18,766,193
Business Type / Enterprises	25	2,059,726	55,740	2,115,466
Total Gov Activities & Business Expenditures	26	16,967,066	3,914,593	20,881,659
Transfers Out	27	3,130,805	1,653,288	4,784,093
Total Expenditures/Transfers Out	28	20,097,871	5,567,881	25,665,752
Excess Revenues & Other Sources Over (Under) Expenditures/Transfers Out Fiscal Year	29	-255,376	-3,388,194	-3,643,570
Beginning Fund Balance July 1	30	12,797,483		12,797,483
Ending Fund Balance June 30	31	12,542,107	-3,388,194	9,153,913

Explanation of increases or decreases in revenue estimates, appropriations, or available cash:

The increase in expenses is due to the timing of capital projects and payments to contractors. Increase to revenues and expenses also due to refinancing a bond/note.

There will be no increase in tax levies to be paid in the current fiscal year named above related to the proposed budget amendment. Any increase in expenditures set out above will be met from the increased non-property tax revenues and cash balances not budgeted or considered in this current budget.

CINDY KUDRNA, FINANCE DIRECTOR

City Clerk/ Finance Officer Name