

**Budget Work Session of the City of Sandy Springs Mayor and City Council held on May 16, 2006 at 6:00 PM
Mayor Eva Galambos presiding.**

Presentations

Presentation of the Fiscal Year 2006-2007 Budget for the City of Sandy Springs.

Budget Approach for FY-2007

- ✓ Budget – Financial Plan enacted to support the City Councils adopted goals and priorities
- ✓ Conservative estimates based on lack of historical information available
- ✓ Cash position consistent with end of fiscal year estimate
- ✓ Holds Department and Division levels accountable for expenditures in their respective areas

Budget Goals for FY-2007

- ✓ Enhance Public Safety; police & traffic enforcement; increase personnel and focus on crime hot spots.
- ✓ Ensure financial stability; emphasis on long-term stability; revenue enhancement; financial priorities and discipline.
- ✓ Update comprehensive land use plan; economic development and transportation plan.
- ✓ Develop a systematic approach for the implementation of fire and E-911 services for Sandy Springs.
- ✓ Allocation resources for implementation of a road and capital improvement program.

Budget Highlights for FY-2007

- ✓ Budget calls for no tax increase or fee increase.
- ✓ Salary COLA of 3.0% for City employees and funding for up to a 3.0% bonus merit adjustment.
- ✓ Funding for 196 FTEs (Full time equivalent).
- ✓ Establishment of a fully funded Police Department consisting of 94 FTEs.
- ✓ Establishment of a fully funded Fire Department consisting of 91 FTEs.
- ✓ Funding for E-911 and Jail services through Intergovernmental Services Agreement with Fulton County, City of Roswell and other local governments.
- ✓ Funding for Comprehensive Plan and related components.
- ✓ Revenue Enhancement Program.
- ✓ Funding for an Employee Wellness Program to help reduce health related costs.
- ✓ Funding for Non-Profits from the Hotel/Motel Fund to assist the City in providing needed services.

FY-2007 General Fund

Budget Summary

Revenues	\$69,962,996
Expenditures	\$69,962,996
Fund Balance	\$0

General Fund Revenues

Revenue Description	2007 Budget	Percent	Cumulative
Real/Personal Property Tax	\$22,782,000	32.6%	32.6%
Local Option Sales Tax	\$18,000,000	25.7%	58.3%
Business & Occupational Tax	\$10,000,000	14.3%	72.6%
Franchise Fees	\$6,350,000	9.1%	81.7%
Insurance Premium Tax	\$3,800,000	5.4%	87.1%
Business Audit Revenue	\$1,500,000	2.1%	89.2%
All Other	\$7,530,996	10.8%	100.0%
Grand Total	\$69,962,996	100.0%	

Note: All Other is comprised primarily of Alcohol Beverage license and Excise taxes \$1,742,000; Motor Vehicle Tax \$1,296,000; Hotel/Motel Tax \$1,085,280 ; Court Fines \$1,050,000; and Recording Intangible Taxes \$842,000.

General Fund
Expenditures by Category
Contingency Detail

Description	2007 Budget	Percent
CH2MHill Contract	\$750,000	35.5%
Business Audit Contract	\$400,000	19.0%
Police Contingency	\$300,000	14.2%
City Hall Equipment Lease	\$250,000	11.8%
City Salary Adjustment	\$215,000	10.2%
City Manager Contingency	\$150,000	7.1%
Police Contingency	\$44,977	2.1%
Grand Total	\$2,109,977	100.0%

General Fund
Expenditures by Category
Operating Transfer Out Detail

2007 Road Program 1	\$1,700,000	42.9%
Capital Improvement Program 2	\$1,581,000	39.9%
Emergency 911 Supplement	\$678,591	17.1%
Grand Total	\$3,959,591	100.0%

Note1: The Solid Waste Fund has \$800,000 allocated for road resurfacing that is not reflected in this General Fund transfer.

Note2: Base allocation is \$1,500,000 - transfer includes \$51,000 capital contingency and \$30,000 for an anticipated ARC LCI Grant Match.

General Fund
Expenditures by Category
Leasing Detail

Description	2007 Budget	Percent
Police Capital Equipment Lease	\$1,387,560	51.3%
Building Operating Leases 1	\$1,317,600	48.7%
Grand Total	\$2,705,160	100.0%

Note1: City Hall Lease \$678,000 and anticipated Police Lease \$639,600.

FY-2007 Emergency 911 Fund
Budget Summary

Revenues	\$1,727,274
Expenditures	\$1,727,174
Fund Balance	\$0

Emergency 911 Fund Revenues

Revenue Description	2007 Budget	Percent
Wired Customers	\$675,000	39.1%
Wireless Customers	\$373,583	21.6%
General Fund Operating Transfer	\$678,591	39.3%
Grand Total	\$1,727,174	100.0%

Note: Assumes revenue is one month in arrears based on an operational start date of January 1, 2007.

Emergency 911 Fund

Expenditures by Category

Description	2007 Budget	Percent
Roswell Intergovernmental Agreement	\$210,000	12.16%
Roswell – IGA Start-up expenditures	\$500,000	28.95%
Fulton County – Start-up (800-MHZ Channel)	\$400,000	23.16%
Grand Total	\$1,727,174	100.0%

Note: Roswell Intergovernmental Agreement assumes a December implementation for staffing; operations; and overhead allocation. Start-up expenditures are one-time in nature.

FY-2007 Hotel/Motel Fund

Budget Summary

Revenues	\$3,800,000
Expenditures	\$3,800,000
Fund Balance	\$0

Hotel/Motel Fund Revenues

Revenue Description	2007 Budget	Percent
Hotel/Motel Taxes	\$3,800,000	100.0%
Grand Total	\$3,800,000	100.0%

Note: Authorized under O.C.G.A. Title 48-13-51(a) Paragraph 5 with 39.3% being contractually obligated for debt servicing of the Georgia World Congress Center Dome; 32.14% required to be spent towards "tourism related activities" and the remainder being available for General Fund expenditures.

Hotel/Motel Fund

Expenditures by Category

Description	2007 Budget	Percent
Tourism related activities/Non-Profits	\$1,221,320	32.14%
Intergovernmental - GWCC-Dome	\$1,493,400	39.30%
Transfer to General Fund	\$1,085,280	28.56%
Grand Total	\$3,800,000	100.0%

Note: Authorized under O.C.G.A. Title 48-13-51(a) Paragraph 5 with 39.3% being contractually obligated for debt servicing of the Georgia World Congress Center Dome; 32.14% required to be spent towards "tourism related activities" and the remainder being available for General Fund expenditures.

FY-2007 Solid Waste Fund

Budget Summary

Revenues	\$800,000
Expenditures	\$800,000
Fund Balance	\$0

Solid Waste Fund Revenues

Revenue Description	2007 Budget	Percent
Solid Waste Franchise Fee	\$800,000	100.0%
Grand Total	\$800,000	100.0%

Note: Nonexclusive Franchise Agreement for waste haulers operating with Sandy Springs city limits

Solid Waste Fund Expenditures by Category

Description	2007 Budget	Percent
Street Resurfacing Program	\$800,000	100.0%
Grand Total	\$800,000	100.0%

Note: This is in addition to the \$1,700,000 General Fund transfer budgeted for the Road Program.

FY-2007 Capital Fund Budget Summary

Revenues	\$4,781,000
Expenditures	\$4,781,000
Fund Balance	\$0

Capital Fund Revenues

Revenue Description	2007 Budget	Percent	Cumulative
FY2006 Allocation	\$1,500,000	31.4%	31.4%
FY2007 Road Allocation	\$1,700,000	35.5%	66.9%
FY2007 Capital Allocation	\$1,581,000	33.1%	100.0%
Grand Total	\$4,781,000	100.0%	

Note: This is a multi-year Fund and reflects the cumulative funding. (FY2006 & Proposed FY2007)

Capital Fund Expenditures by Category

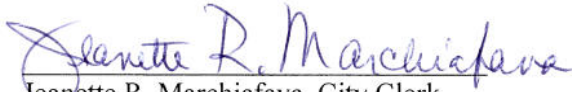
Description	2007 Budget	Percent
Sandy Springs Circle & Hammond Drive Bike and Ped Enhancements II & III	\$310,000	6.5%
Windsor Parkway Sidewalks	\$222,900	4.7%
USACOE National Ecosystem Restoration Plan	\$220,000	4.6%
Mt. Vernon Pkwy Sidewalk and Traffic Calming	\$220,000	4.6%
Roswell Rd Sidewalks Phase I & II	\$165,000	3.5%
Riverside Drive Sidewalks	\$126,100	2.6%
Abernathy Greenspace Linear Park	\$100,000	2.1%
All Other	\$136,000	2.8%
FY2007 Proposed Road Program Allocation	\$1,700,000	35.5%
FY2007 Proposed Capital Allocation	\$1,581,000	33.1%
Grand Total	\$4,781,000	100.0%

Budget Summary for FY-2007

- ✓ Maximize use of available resources through a competitive contract.
- ✓ Budget includes \$2.1M in contingency funds for unforeseen circumstances.
- ✓ Budget includes \$4.1M for the Capital Improvement Program.
- ✓ Budget has lease payments of \$2.1M for Public Safety related equipment purchases valued at \$8.3M dollars.

After no further discussion, the meeting adjourned at 6:45 p.m.

Date Approved: June 6, 2006


Jeanette R. Marchiafava, City Clerk


Eva Galambos, Mayor