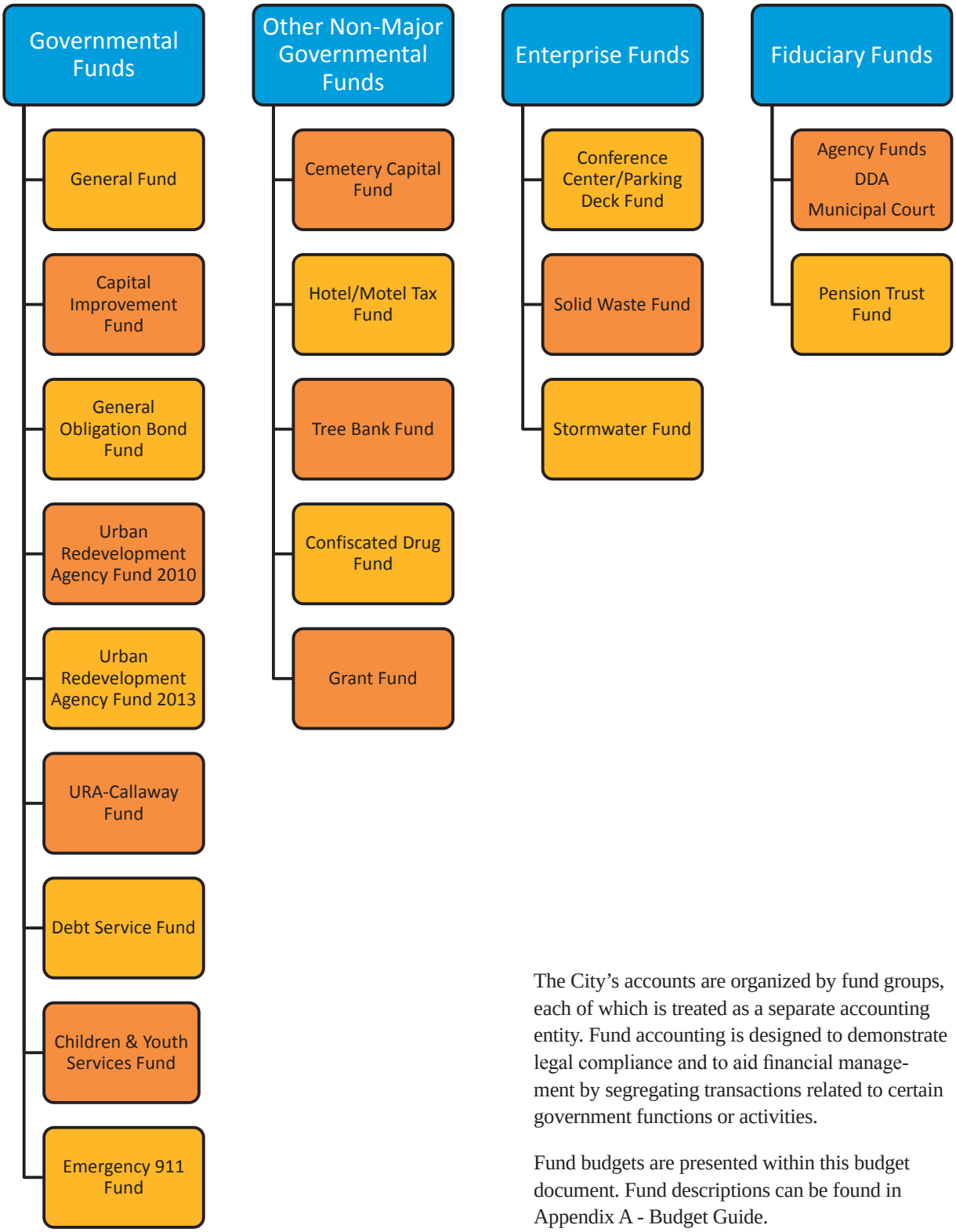
City of Decatur®

Summary of Fund Budgets

Budget FY 2016-2017

CITY OF DECATUR
Fund Organizational Chart



The City's accounts are organized by fund groups, each of which is treated as a separate accounting entity. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Fund budgets are presented within this budget document. Fund descriptions can be found in Appendix A - Budget Guide.

CITY OF DECATUR 2016-2017 ADOPTED BUDGET

Fund Balance Summary - All Funds

								Totals
Fund Balance, end of FY 13-14	*$5,501,604*	*$18,553,224*	*$349,059*	*$6,383,974*	*$156,069*	*$800,730*	*$5,289,992*	*$37,034,652*
Fund Balance, end of FY 14-15	*$7,209,285*	*$11,825,399*	*$327,873*	*$6,575,325*	*$174,769*	*$962,399*	*$5,109,270*	*$32,184,320*
Fund Balance, beginning of year (est)	*7,477,495*	*$12,301,445*	*$356,493*	*$5,819,475*	*$183,588*	*$855,499*	*$4,931,595*	*$ 31,925,591*
REVENUES	**General Fund**	**Capital Project Funds**	**Non-Major Governmental Funds**	**Debt Service Fund**	**E911 Fund**	**Children & Youth Services Fund**	**Enterprise Funds**	**Total Revenues**
Taxes	18,846,500	1,675,590	642,000	4,390,700	0	0	0	$25,554,790
Licenses and permits	1,031,250	0	0	0	0	0	0	$1,031,250
Fines and forfeitures	1,110,000	0	0	0	0	0	0	$1,110,000
Interest income	0	0	10	0	0	0	0	$10
Charges for services	1,854,250	0	70,000	0	554,500	1,801,470	4,398,600	$8,678,820
Intergovernmental	432,700	7,674,920	0	0	0	0	0	$8,107,620
Contributions	122,000	0	0	0	0	111,870	0	$233,870
Sale of Assets	0	0	0	0	0	0	0	$0
Miscellaneous	25,000	121,600	25,000	54,850	0	0	0	$226,450
Transfers	(269,000)	0	0	0	0	0	0	($269,000)
Total Revenues	**$23,152,700**	**$9,472,110**	**$737,010**	**$4,445,550**	**$554,500**	**$1,913,340**	**$4,398,600**	**$44,673,810**
EXPENDITURES	**General Fund**	**Capital Project Funds**	**Non-major Governmental Funds**	**Debt Service Fund**	**E911 Fund**	**Children & Youth Services Fund**	**Enterprise Funds**	**Total Expenditure**
Personnel Services	16,024,240	0	0	0	797,890	1,637,260	1,431,640	$19,891,030
Other Services and Charges	5,784,350	947,000	32,500	0	126,930	377,320	1,281,530	$8,549,630
Supplies	2,568,450	522,400	0	0	31,950	319,660	364,500	$3,806,960
Capital Outlay	0	8,198,240	177,000	0	0	0	1,877,000	$10,252,240
Indirect Costs	0	0	0	0	0	0	459,000	$459,000
Debt Services	0	9,261,180	0	0	0	0	0	$9,261,180
Lease Payments	0	0	0	0	40,630	10,300	0	$50,930
Depreciation/Amortization	0	0	0	0	0	0	730,000	$730,000
OPEB Costs	0	0	0	0	0	0	109,500	$109,500
Bond Principal and Interest	0	0	0	6,016,990	0	0	0	$6,016,990
Cost of Asset Sale								
Transfers	0	0	0	0	0	0	0	$0
Total Expenditures	**$24,377,040**	**$18,928,820**	**$209,500**	**$6,016,990**	**$997,400**	**$2,344,540**	**$6,253,170**	**$59,127,460**
Excess (deficinecy) of revenues over (under) expenditures	**($1,224,340)**	**($9,456,710)**	**$527,510**	**($1,571,440)**	**($442,900)**	**($431,200)**	**($1,854,570)**	**($14,453,650)**
Other Financing Sources (Uses)								
Proceeds from Capital Lease	0	1,342,500	0	0	0	0	1,877,000	$3,219,500
Transfers In	0	2,125,560	0	0	400,000	175,000	1,290,500	$3,991,060
Transfers Out	0	(2,753,560)	672,000	0	0	0	194,500	($3,620,060)
Reserved for Bond Projects	0	0	0	0	0	0	0	$0
Use of Reserves	0	0	0	0	0	0	0	$0
Total Other Financing Sources	$0	$714,500	672,000	$0	$400,000	$175,000	$3,362,000	3,590,500
Fund Balance, end of year	**$6,253,155**	**$3,559,235**	**$212,003**	**$4,248,035**	**$140,688**	**$599,299**	**$6,050,025**	**$21,062,441**
Assigned for health insurance	$213,012	0	0	0	$20,931	$30,100	$3,939	$267,981
Unasssigned	$6,040,143	$3,559,235	$212,003	$4,248,035	$119,757	$569,200	$6,046,087	$20,794,460

CITY OF DECATUR 2016-2017 ADOPTED BUDGET

Summary of Expenditures - All Funds

	ACTUAL EXPENDITURE 2011-2012	ACTUAL EXPENDITURE 2012-2013	ACTUAL EXPENDITURE 2013-2014	ACTUAL EXPENDITURE 2014-2015	BUDGET ESTIMATE 2015-2016	REVISED ESTIMATE 2015-2016	BUDGET ESTIMATE 2016-2017
DEPARTMENT							
Governmental Control	131,661	164,890	188,039	207,357	187,100	192,100	180,600
General Government	1,436,708	1,503,840	1,398,193	1,556,835	1,808,540	1,829,700	1,874,440
Community & Economic Development	1,000,682	1,072,087	1,546,874	1,723,833	1,913,610	1,855,800	2,013,620
Planning, Zoning And Inspections*	725,269	918,806					
Administrative Services	2,674,187	2,723,922	2,901,724	3,019,804	3,356,330	3,350,310	3,802,900
Police	4,540,666	4,674,890	5,014,163	4,945,760	5,541,350	5,504,410	5,739,870
Fire	3,220,957	3,335,435	3,461,359	3,581,509	3,567,570	3,606,370	3,630,150
Public Works	2,620,083	2,605,929	2,676,733	2,535,397	2,964,840	2,861,260	3,103,960
Public Works - Engineering**	671,807	691,079					
Design, Environment & Construction			1,977,793	1,972,786	2,028,990	1,672,420	1,936,130
Active Living	1,394,445	1,486,486	1,574,018	1,762,494	1,848,910	1,892,860	2,095,370
Non-Department Expenses	36,366	0	0	0	0	0	0
Miscellaneous & Transfer Accounts	0	0	0	0	0	0	0
General Fund Total Expenditures	**18,452,831**	**19,177,364**	**20,738,896**	**21,305,776**	**23,217,240**	**22,765,230**	**24,377,040**
OTHER FUNDS							
Capital Projects-Capital Improvement (350)	1,113,737	2,203,007	3,133,134	2,378,371	6,816,180	3,264,100	10,460,870
General Obligation Bond Fund (310)	4,034,036	361,713	365,362	1,912,276	1,760,000	2,170,000	248,240
Urban Redevelopment Agency 2010 Bonds Fund (340)	3,342,084	8,789,920	5,074,376	1,184,302	1,182,690	1,182,690	1,174,450
Urban Redevelopment Agency 2013 Bonds Fund (345)		5,751,311	26,840,423	8,557,796	1,883,810	2,195,810	1,885,060
Debt Service Fund (410)	3,524,349	9,778,699	2,010,020	2,034,056	3,283,450	3,283,450	6,016,990
Children & Youth Services Fund (225)*	1,551,104	1,529,212	1,520,134	1,651,355	2,120,450	1,916,110	2,344,540
Emergency Telephone (E911) (215)	762,419	799,877	908,864	906,732	936,540	935,720	997,400
Capital Projects-Cemetery Cap. Imp. (355)	15,794	37,559	0	19,428	150,000	25,000	177,000
Hotel Motel Tax Fund (275)	266,451	486,921	521,639	572,237	559,500	588,300	642,000
Tree Bank Fund (260)***	19,550	19,098	6,070	28,960	30,000	35,000	30,000
Confiscated Drug Fund (210)	0	0	4,836	700	2,500	500	2,500
Community Grants Fund (220)	337,393	84,619	0	2,069	0	368,650	0
URAa-Callaway Fund (347)			212,944	88,581	5,169,690	139,190	10,763,040
Conference Ctr/Parking Deck Fund (555)	457,726	485,156	341,931	333,598	335,000	357,000	350,000
Solid Waste Enterprise (540-4520)	2,211,145	2,486,873	2,708,419	2,257,077	2,799,420	2,694,720	2,837,460
Stormwater Utility Fund (505)	1,413,911	1,276,949	2,068,353	1,073,702	1,725,570	1,557,080	1,969,710
Other Funds Total Expenditures	**19,049,698**	**34,090,914**	**45,716,504**	**23,001,241**	**28,754,800**	**20,713,320**	**39,899,260**
Total Expenditures	**37,502,529**	**53,268,278**	**66,455,400**	**44,307,016**	**51,972,040**	**43,478,550**	**64,276,300**

* PZI folded into CED in FY13-14

** Engineering became DEC in FY13-14

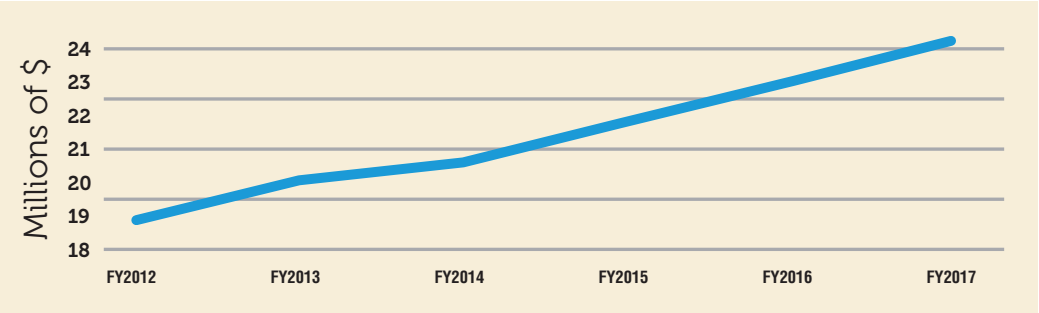
*** In prior years was called Economic Development Fund.

Summary of Revenues and Expenditures - General Fund

Estimated Beginning Fund Balance:							*$7,477,495*
	FY 11-12 ACTUAL	**FY 12-13 ACTUAL**	**FY 13-14 ACTUAL**	**FY 14-15 ACTUAL**	**FY 15-16 ADOPTED**	**FY 15-16 REVISED**	**FY 16-17 PROPOSED**
REVENUES							
Taxes	$14,764,203	$15,034,726	$15,309,966	$17,614,545	$19,171,750	$19,136,430	$18,846,500
Licenses and permits	$851,745	$882,323	$1,482,051	$1,428,792	$1,207,310	$782,570	$1,031,250
Fines and forfeitures	$1,520,633	$811,178	$1,386,757	$1,582,236	$1,318,500	$980,000	$1,110,000
Interest income	$70	$181	$360	$0	$500	$0	$0
Charges for services	$1,516,955	$1,488,590	$1,546,406	$1,775,444	$1,517,170	$1,803,160	$1,854,250
Intergovernmental	$273,280	$349,790	$385,250	$437,421	$515,120	$396,490	$432,700
Contributions	$87,860	$67,385	$94,084	$100,214	$126,000	$112,500	$122,000
Miscellaneous	$22,698	$21,778	$21,279	$20,927	$5,000	$35,080	$25,000
Transfers In	$99,307	$223,675	($2,731,972)	$53,879	($372,310)	($212,790)	($269,000)
Current Year Revenues	$19,136,750	$18,879,626	$17,494,182	$23,013,457	$23,489,040	$23,033,440	$23,152,700
Fund balance appropriation - Use of Reserves	($683,920)	$297,738	$3,244,714	($1,707,681)	($271,800)	($268,210)	$1,224,340
Total Revenues	**$18,452,830**	**$19,177,364**	**$20,738,896**	**$21,305,776**	**$23,217,240**	**$22,765,230**	**$24,377,040**
EXPENDITURES							
Governmental Control	$131,661	$164,890	$188,039	$207,357	$187,100	$192,100	$180,600
General Government	$1,436,708	$1,503,840	$1,398,193	$1,556,835	$1,808,540	$1,829,700	$1,874,440
Community and Economic Development	$1,000,682	$1,072,087	$1,546,874	$1,723,833	$1,913,610	$1,855,800	$2,013,620
Planning, Zoning & Inspections	$725,269	$918,806					
Administrative Services	$2,674,187	$2,723,922	$2,901,724	$3,019,804	$3,356,330	$3,350,310	$3,802,900
Police	$4,540,666	$4,674,890	$5,014,163	$4,945,760	$5,541,350	$5,504,410	$5,739,870
Fire	$3,220,957	$3,335,435	$3,461,359	$3,581,509	$3,567,570	$3,606,370	$3,630,150
Public Works	$2,620,083	$2,605,929	$2,676,733	$2,535,397	$2,964,840	$2,861,260	$3,103,960
Public Works - Engineering	$671,807	$691,079					
Design, Environment & Construction*			$1,977,793	$1,972,786	$2,028,990	$1,672,420	$1,936,130
Active Living	$1,394,445	$1,486,486	$1,574,018	$1,762,494	$1,848,910	$1,892,860	$2,095,370
Non-department expenses	$36,366	$0	$0	$0	$0	$0	$0
Miscellaneous & transfer accounts	$0	$0	$0	$0	$0	$0	$0
Total Expenditures	**$18,452,830**	**$19,177,364**	**$20,738,896**	**$21,305,776**	**$23,217,240**	**$22,765,230**	**$24,377,040**
Estimated Ending Fund Balance:							$6,253,155

* Design, Environment & Construction created in 2013.

Revenues & Expenditures



The Georgia State law requires that municipalities adopt balanced budgets where expenditures do not exceed revenues. It is possible to achieve a balanced budget by using available fund balance or reserves. Fund balance should be used prudently and only in accordance with the city's fund balance policy. The 2016-2017 budget uses just under $660,000 from fund balance. This will result in a fund balance of $6,253,155 which is 29% of the city's operating budget. The city's policy states that the fund balance should be within 20-30% of the operating budget.

All Funds Overview

2015-2016 REVISED GENERAL FUND BUDGET ESTIMATE

The 2015-2016 Revised Estimate is $452,010 less than the approved 2015-2016 Budget Estimate, a 2% decrease. Overall personnel services expenditures decrease in the revised estimate by $150,310. Specifically, there are decreases expected for full-time and part-time salaries and retirement contributions. The salary savings are a result of vacancies because the approved budget funds all full-time positions as if they are filled throughout the entire fiscal year. Other areas with significant savings include professional services and motor fuels. Professional services decrease $238,020 primarily due to decreased costs associated with permitting and inspection services provided by the third party, Safebuilt. While construction activity was strong during this fiscal year, many of the large, active projects were permitted in the previous year. A corresponding reduction in development permit revenues is reflected in the revised budget. Savings of over $97,000 are expected in motor fuels which reflect the lower gasoline prices in recent months.

Overtime increases approximately $142,000 in the revised expenditure estimates. Most of the increase is in the Police department which has minimum staffing levels. The overtime is required when employees are sick, on approved leave and positions are vacant. While overtime increases, there are offsetting reductions in regular, full-time salaries. The City is reimbursed when police officers work overtime for non-City sponsored special events such as road races.

Utility usage has resulted in higher than expected expenditures. In particular, the City's overall budget for electricity from Georgia Power is increasing by $45,000 to $400,000 in the revised estimates. In addition to some one-time start up charges related to new facilities, the City's recently renovated and re-built facilities are larger and therefore use more electricity for lighting, heating and air, and other systems. Annual street lighting expenses are increasing with the addition of street lights with new streetscapes and improved lighting around renovated city facilities. In March 2016, the City Commission approved an agreement with Georgia Power to upgrade the City's roadway lights from high-pressure and mercury vapor fixtures to LED fixtures. While the change will increase street light expenses in the short term, it is hoped that there will be savings in the future. An audit of electricity usage is in process in the current fiscal year in an effort to identify and mitigate additional energy-related expenses.

The 2015-2016 Revised General Fund revenue estimates decrease $452,010 from the approved 2015-2016 budget. Before taking into consideration interfund transfers and use of fund balance, the revised revenue estimates are $615,120 or 3% less than the approved 2015-2016 revenue estimates. Real estate property taxes are decreased by $398,000 because of property appeals after the budget adoption. Out of a 2015 digest of over 8,300 parcels, approximately 1,330 were appealed, which is more than twice the number appealed in 2014. The appeals process results in billed values lower than the original assessed values

while under appeal. As the appeals settle, the properties are re-billed. The outstanding revenue from properties that are under appeal is expected in fiscal year 2016-2017. Other decreases include lower revenue from fines and forfeitures, a decrease of $346,000, and $436,200 in construction-related permits. As stated earlier, there is an offsetting reduction in development-related professional services. There are increases in other revenue categories including an increase of $220,000 in parking meter fees, $105,000 in occupation taxes due to increased gross receipts at financial institutions and $68,000 in the insurance premium tax. Most other revenue categories remain flat or increase slightly.

Other adjustments are shown for transfers between the Solid Waste Fund, the Storm Water Utility Fund, Capital Improvements Fund, Hotel/Motel Tax Fund and the Children and Youth Services Fund. The changes to the Solid Waste and Stormwater Funds reflect revised overhead costs as well as fee credits that were granted on the 2015 and 2016 tax bills. The transfer to the Capital Improvements Fund reflects the actual amount needed to purchase property for the cottage court development. The General Fund is able to reduce the transfer to the Children and Youth Services Fund by $50,000 as that operation reduces its financial dependency on the general fund. The transfer from the hotel/motel tax fund increases $12,240 reflecting the high occupancy rates of the Marriott Courtyard and other hotels in the city.

There is a slight decrease in the amount being added to the fund balance. The 2015-2016 Adopted General Fund anticipated adding $271,800 in fund balance. The 2015-2016 Revised General Fund anticipates adding $268,210 to the fund balance. This will result in a fund balance of approximately $7,477,495 or 33% of the 2016-2017 Proposed General Fund budget expenditures.

2016-2017 Adopted General Fund Budget Expenditures

The 2016-2017 Adopted General Fund Budget Estimate is $1,159,800 or 5.0% more than the initial 2015-2016 Adopted General Fund Budget Estimate and $1,611,810 or 7.0% more than the Revised General Fund Budget Estimate.

The Personnel Services category increases $772,550 in the 2016-2017 Adopted General Fund Budget Estimate over the 2015-2016 Revised General Fund Budget Estimate. Within that category, full-time salaries increase $773,030 and part-time salaries increase $124,300. There is no general salary adjustment in the 2016-2017 Proposed General Fund Budget. The majority of this increase is due to full funding for all authorized positions and the addition of two full-time positions. The new positions respond to increased service demands and internal organization needs. Children and Youth Services is requesting a full-time Site Director for the Whiz Kids program at Ebster. The cost of this position is offset by program fees within the Children and Youth Services Fund. Active Living requests a full-time Assistant Program Supervisor and a part-time program leader for the Athletics division at Ebster Recreation Center. Program fees at both recreation centers will help to offset the costs associated with this positions.

Reclassifications of the Office Manager, Active Living Director and Children & Youth Services Director positions are proposed. The reclassifications are consistent with the results of a salary survey conducted in March which includes data from the metro-Atlanta region showing that these positions are at least 3% below the market median. Reclassifications based on job duties are being recommended for a Crew Worker to Building Maintenance Specialist and the Lifelong Communities Program Coordinator.

The City estimates full funding for all positions in the adopted budget. Any salary savings due to unfilled positions are accounted for during the revised budget process. Because it can

be difficult to predict the City's actual employee recruitment and retention rate and a schedule for filling vacancies, it is prudent to fund all positions and it does provide departments with some financial flexibility for unanticipated expenses during the budget year.

Full time salary costs in the 2015-2016 Revised General Fund Budget are estimated at approximately $9.2 million as compared to approximately $9.9 million in the 2016-2017 Adopted General Fund Budget, a difference of $773,030.

There is no general salary adjustment in the 2016-2017 estimates. Rather, regular, full-time employees who are not at the top of their salary range are eligible for a 2.5% in-step merit increase. All employees are also eligible for a one-time, merit-based pay adjustment in January 2017 equal to one pay period.

After salaries, health insurance is the single largest personnel services expenditure in the general fund budget at $2,141,320 or 9% of the overall budget. After 5 years with a fully-insured health insurance plan, the City returned to a partially self-insured health insurance plan in fiscal year 2014-2015. The partially self-insured plan includes specific and aggregate stop loss coverage to limit the city's maximum liability. In the revised 2015-2016 estimates, the group insurance remains flat. Based on claims paid through March 2016, total health insurance claims are estimated to be close to 90% of budgeted claims at the end of the fiscal year. Due to the unpredictable nature of health insurance claims, it is recommended that the City maintain the current level of funding in the revised budget. The proposed budget remains flat for health insurance coverage. The current health insurance program includes claims administration, stop loss insurance and a prescription drug program. There are slight increases in the specific stop loss and administration fees for Blue Cross Blue Shield of Georgia (BCBSGA). The administration fees for the vision program decrease as well as the City's payment to fund to the Affordable Care Act. The proposed budget estimates claims to be around 83% of the City's maximum claims liability. To put this in perspective, the City's actual expenditures on health claims were 71% of the maximum claims liability in fiscal year 2014-2015. The City's expenditures were almost $268,000 less than budgeted for health insurance in fiscal year 2014-2015. The fiscal year 2016-2017 budget shows this amount as assigned fund balance for the purpose of health insurance costs. From year to year, it is anticipated that this assigned fund balance will grow when actual expenditures are less than budgeted and that this fund balance will be available as a revenue source when expenditures are higher than anticipated. This assigned fund balance is useful in conjunction with a self-insured health insurance plan that can be sensitive to a number of high claims.

The base health insurance premiums are calculated with employee premiums funding 20% of the overall cost and the city paying the remaining 80%. Early retirees (pre-65) are offered a high deductible health insurance plan. In the proposed budget, employee contributions remain the same. Employees have the opportunity to reduce their insurance contribution by up to 30% through participation in the city's wellness program. The 5th full year of the city's wellness program will continue in the next budget year. The City is partnering with Corporate Health Partners to provide biometric screenings, health risk assessments, a private online health portal and health coaching services. Based on the results of each employee's biometrics and health risk assessment, the employee will meet with a nurse and/or nutrition specialist over nine months to identify health risks and develop strategies for addressing the risks. The cost of the wellness premium discount plus the health coaching program is estimated to be around $140,000. Studies consistently show that investment in employee wellness pays off with healthier, more productive employees. Based on an actuarial analysis of projected costs for the City's retirement plan, the city will contribute 8% to the retirement system, a decrease from 9% in 2015-2016. This results in a savings of just over $71,000.

The largest category outside of personnel services is professional services which totals $2,290,730 in the proposed budget, an increase of $129,250. The majority of the increase is due to an anticipated increase in the permitting and inspections services provided by Safebuilt. Other professional services include legal services, IT support services, accounting services and services from other professional and technical fields. Contractual services total $1,597,460, an increase of $400,430. About half of this increase is for non-recurring projects including updates to the community transportation and greenspace master plans. An information technology assessment is scheduled for fiscal year 2016-2017 which normally occurs every other year. In addition to the technology assessment, the City will be completing a cybersecurity assessment which is included in the contractual services budget. With the growth of the City's facilities, the HVAC contract is increasing by $45,000 or 64%. The increase in the stormwater fee from $75 to $100 per equivalent residential unit (ERU) results in an increase in the stormwater fee paid by the City into the Stormwater Utility Fund by $128,200.

The pool management contract increases with extended weekend hours after Labor Day weekend at Glenlake Pool. Other new or increased expenditures include increased costs for financial transparency software, strategic plan management software, crime analysis software, specialized training for police officers, and an anticipated increase in gasoline costs. Expenditures continue for general operating items such as safety equipment for fire and police personnel, CPR and First Aid training for City employees and citizens, turf and park maintenance, invasive plant control, AEDs for city facilities, community-wide Active Living programs including Team Decatur, creative business recruitment strategy, the Fire CAPS program and continued emphasis on pedestrian and bicycle safety and environmental initiatives.

2016-2017 Adopted General Fund Budget Revenues

The 2016-2017 Adopted General Fund revenue estimates are $1,611,810 higher than the revised 2015-2016 General Fund revenue estimates. Estimates of revenue from real property taxes for the 2016-2017 Adopted General Fund are based on an estimated 8% increase in the real property digest for 2016 and reducing the general fund millage from 9.7 mills to 9.3 mills. The 2016-2017 Adopted General Fund real property tax estimate is $197,100 lower than revised 2015-2016. The adopted budget incorporates the cost of the homestead exemptions that will be on a referendum in fall 2016. If the exemptions are approved, they will go into effect with the 2017 first installment billing. The collection rate for 2016 second installment taxes is budgeted at 97% by June 30th. The collection rate for the 2017 first installment billing is budgeted at 95%. By the next fiscal year, 2017-2018, the City will have collected over 99% of the taxes billed. The total estimate for real property tax revenue is $14,115,000 which is 60% of total anticipated revenues before interfund transfers.

Construction permits reflect the strong development activity in the city and are expected to be over $930,000, an increase of $210,000. This increase anticipates the permitting of the Columbia Ventures and Callaway mixed use developments. Parking meter fees and violations are expected to be close to $795,000 after operating costs are removed from gross revenues. Fines and forfeitures are expected to remain near $900,000 after a decline in fiscal year 2015-2016. Recreation program fees and facility rentals are expected to increase to $685,000 with updated rental fees and increasing demand for the City's active living services.

Starting in fiscal year 2015-2016, the City began distributing 50% of net revenues from alcoholic beverage excise taxes, licenses and server permits to the City Schools of Decatur. It is estimated that the transfer to the school system will be approximately $300,000.

It is anticipated that other revenue sources will generally show modest or no changes based on estimates using historic and economic trends.

A transfer from the Solid Waste Fund to the General Fund is shown as revenue to cover the indirect costs of providing residential and commercial solid waste services minus the cost of services provided to the City of Decatur and to the City Schools of Decatur, the cost for street sweeping and the cost for emptying litter containers in the commercial district. A transfer from the Storm Water Utility Fund to the General Fund is shown as revenue to cover indirect costs of supporting storm water activities. Both of these transfers are reduced by the amount of the solid waste and stormwater fee credits granted to low-income seniors in 2016.

The E-911 Fund accounts for all the revenues and expenditures associated with operating the emergency public safety dispatch system. Fees from telephone lines as well as cellular phone service are dedicated to this purpose. However, a transfer from the general fund is required to meet the balance of the expenditures. The 2016-2017 Proposed General Fund estimate shows a $400,000 transfer to the E-911 fund, which is the same as the 2015-2016 Revised budget.

Children and Youth Services expenditures and revenues are budgeted in a special revenue fund that combines annual city support, grant revenues and fees to support the program. For 2016-2017, there is a transfer from the General Fund to the Children and Youth Services Fund of $175,000, an increase of $25,000 over the $150,000 that is budgeted for the 2015-2016 revised budget. The original 2015-2016 budget estimate was $200,000 but is being reduced in the revised budget due to higher than expected revenues and lower expenditures in the Children and Youth Services programs.

A transfer of $438,000 from the General Fund to the Capital Improvements Fund is budgeted to cover the costs of two capital projects, the North McDonough Streetscapes Phase IV and the Railroad Crossings at McDonough and Candler Streets.

ENTERPRISE FUNDS

The City Commission will also be asked to adopt 2015-2016 Revised and 2016-2017 Adopted Budgets for three Enterprise Funds. Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprise where the intent is that the cost of providing goods or services to the general public on a continuing basis be financed primarily through user charges.

Conference Center/Parking Deck

The City has entered into a long-term lease with the Decatur Downtown Development Authority (DDA) for operation and management of the conference center and parking deck. The DDA entered into a sub-lease with the Noble Investment Group for management and operation of the conference center. Hotel/motel tax collections for the upkeep and maintenance of the conference center will be placed in a reserve account to be used by the conference center management company for maintenance of the facility. That will be the only public financial obligation for operation, maintenance and capital improvements for the conference center.

The 2015-2016 Revised Budget includes a transfer of $166,900 from the Hotel/Motel Tax Fund to cover maintenance costs. The 2015-2016 Revised Budget includes $27,000 in expenditures which includes maintenance and repairs for the parking deck parking deck lobby. New hotel ownership and a new management agreement for the conference center have a continued impact on the revenues and expenditures.

The 2016-2017 Adopted Budget revenues include a transfer of $183,500 from the Hotel/Motel Tax Fund to cover maintenance costs. The hotel/motel tax is placed in a reserve for capital improvements by the conference center management company. Expenditures include $20,000 for parking deck maintenance and repair. Reserves from prior years' service fees will likely be depleted in fiscal year 2016-2017. The funds in the capital reserve will be available to address future capital needs of the conference center. A maintenance reserve account has also been created with revenue from the parking deck management contract. The revenue in this account is available for maintenance and repairs for the parking deck.

Solid Waste

Effective July 1, 2000, solid waste services began to be accounted for using an Enterprise Fund. Sanitation fees and income from refuse bag sales are shown in the Solid Waste Fund along with all operational expenses.

A transfer of $57,010 will be made from the 2015-2016 Revised Solid Waste Fund to the 2015-2016 Revised General Fund Budget to cover the indirect cost of services paid for by the General Fund for solid waste management services minus a credit for the cost of street sweeping, the cost of collecting the downtown litter containers, a credit for services provided but not billed to the City and to the City Schools of Decatur and a credit for the cost of the fee waiver granted in 2015 and 2016 to low-income seniors.

An estimated transfer of $163,600 will be made from the 2016-2017 Adopted Solid Waste Fund to the 2016-2017 Adopted General Fund Budget to cover the indirect cost of services paid for by the General Fund for solid waste management services minus a credit for the cost of street sweeping, the cost of collecting the downtown street cans, a credit for services provided but not billed to the City and to the City Schools of Decatur and a credit for the cost of the fee waiver granted in 2016 to low-income seniors.

Using an estimate of total solid waste costs included in the 2016-2017 Adopted Budget estimate, the 2016 recommended user fees for various sanitation services were calculated earlier this year and the City Commission adopted the following schedule of fees:

- Increased the annual assessment from $240 to $275 for residential properties to cover the fixed costs of sanitation service (personnel, benefits, equipment, yard waste collection, recycling, etc.).
- Retained per cubic yard charge for dumpster service from at $4.05.
- Increased the annual assessment from $720 to $750 per single 95-gallon cart for once a week pick-up, with increased charges depending on the number of carts and the number of pick-ups per week.
- Increased the annual assessment from $1,080 to $1,125 per 3 cubic yard dumpster collection with increased charges depending on the number of pick-ups per week.
- Retained the charges for the costs of residential garbage bags at $1.35 per 30-gallon bag, $0.65 per 15-gallon bag, and $0.38 per 8-gallon bag to cover disposal costs.

Total revenues for 2016-2017 are estimated to be $2,703,600 and expenses prior to non-operating expenses like depreciation are estimated to be $2,442,860. The most recent collection rate for sanitation fees is 99.9% for 2014 within 10 months after the tax year.

On March 14, 2016, the City received notice from its recycling facility indicating that effective June 1, 2016 they would no longer accept comingled recycling materials containing glass. An extension of the City's agreement with Latham Home Sanitation for residential recycling services has been approved to provide separate collection of glass in addition to the collection of co-mingled paper, plastics, and metal. The additional cost of this service

will be covered by the increase in the residential sanitation fee. A community survey conducted by the Environmental Sustainability Board revealed strong community support for the proposal to collect glass separately even for an additional fee.

Capital expenditures in fiscal year 2016-2017 for solid waste operations include a crew supervisor's pickup truck ($27,000) and a rear loader for residential solid waste collection ($200,000).

Storm Water Utility

The major activity of this fund has been the construction of downtown storm drainage improvements and construction of neighborhood storm drainage improvements. The current stormwater utility charge is $6.25 per month ($75 annually) per Equivalent Residential Unit (ERU).

Revenue from fees for the 2015-2016 Revised Storm Water Utility is $1,132,800 and expenses, including transfers to other funds, indirect costs, depreciation and costs related to other post employment benefits (OPEB) are estimated to be $1,557,080. Revenue from fees for the 2016-2017 Adopted Storm Water Utility is $1,695,000 and expenses are estimated to be $1,969,710. In the 2016-2017 adopted budget, $200,000 is budgeted for the initial expenses for extending the downtown main storm sewer system to Barry Street. The balance of this project, $1,525,000, is in the proposed budget. Transfers totaling $1,095,000 may be needed from HOST in the capital improvements fund because stormwater utility fee revenue is not adequate to fund this capital project. Of that amount, the stormwater fund will reimburse the capital improvements fund $370,000 from payments into the regional stormwater facility. In the 2016-2017 Adopted Storm Water Utility Fund, $200,000 is budgeted to cover approximately one-half of the cost of a stormwater master plan. It is anticipated that the balance will be included in the 2017-2018 Storm Water Utility Fund budget proposal.

Starting in fiscal year 2014-2015, the stormwater utility began to receive revenue from participants in the regional stormwater facility that is part of the Beacon Municipal Center project. The Beacon detention vault was designed to store stormwater generated from properties in their developed condition in the upper Peavine basin. Properties being developed in the upper Peavine basin have the option to use the Beacon detention facility to store stormwater in lieu of on-site water storage. In fiscal year 2014-2015, $107,660 was paid into the regional stormwater facility.

A transfer of $236,000 will be made from the 2015-2016 Revised Storm Water Utility Fund to the 2015-2016 Revised General Fund Budget to cover the indirect cost of services paid for by the General Fund for storm water management with a credit for the fee waiver granted in 2015 and 2016 to low-income seniors. A transfer of $295,400 will be made from the 2016-2017 Storm Water Fund to the 2016-2017 Adopted General Fund Budget for the same purpose with a credit for the fee waiver granted in 2016 to low-income seniors. At the end of the 2016-2017 fiscal year, it is anticipated that the Storm Water Utility Fund will have total net assets of approximately $5,492,745.

OTHER FUNDS

The City Commission will also be asked to adopt 2015-2016 Revised and 2016-2017 Adopted Budgets for the Capital Improvement Fund, the 2007 General Obligation Bond Fund, the 2010 and 2013 Urban Redevelopment Agency Funds, the URA Callaway Fund, the Cemetery Capital Improvement Fund, Children and Youth Services Fund, the Debt Service Fund, the Tree Bank Fund, the Emergency Telephone System (E911) Fund, the Community Grants Fund and the Confiscated Drug Fund.

Capital Improvement Fund

The 2015-2016 Revised Capital Improvement Fund budget includes $1,607,000 in tax revenue and $166,000 in intergovernmental revenue. The intergovernmental revenue is for design of the Clairemont/Church/Commerce intersection improvements and funding from the State of Georgia for street repair, patching and resurfacing under the Local Maintenance and Improvement Grant (LMIG) program. Upon the conclusion of the HOST lawsuit with DeKalb County, the City started receiving HOST sales tax revenue directly from the State Department of Revenue in fiscal year 2011-2012. In 2015-2016, the City received $3,837,000 from HOST, excluding the title ad valorem tax (TAVT), which is included in the 2015-2016 Revised Capital Improvement Fund budget.

Examples of capital outlay projects in the 2015-2016 Revised Capital Improvement Fund Budget Estimate include:

- Playground Equipment
- City Hall Carpet Replacement
- Zero-turn Mower
- Bike Medic Team Equipment
- Police Portable Radios
- Police Firearms Replacement
- Sidewalk Construction & Repair
- Traffic Calming Devices
- Street patching, repair and paving
- Tennis Courts Resurfacing
- Police Furniture & Equipment
- Public Works and Public Safety Vehicles

The 2015-2016 Revised Capital Improvement Fund budget includes expenditures of $715,920 for debt service to cover payments for previously purchased equipment. HOST funds are designated for projects including the Scott Park garden shed ($35,070), Public Works and Decatur Recreation Center signs ($33,600), Oakhurst and McKoy Parks Facility Upgrades ($150,000), Public Art ($10,000), Greenspace ($24,000), Rights-of-Way Acquisition for replacing and upgrading traffic signal devices ($10,000), North McDonough Streetscapes ($20,000), McDonough & Candler Railroad Crossings ($20,000) and transfers of $870,000 and $1,479,230 to the 2010 Urban Redevelopment Agency and 2013 Urban Redevelopment Agency Funds, respectively, for debt service.

The 2015-2016 Revised Capital Improvement Fund budget reflects the $75,000,000 bonds issued on behalf of the City Schools of Decatur. The total bond proceeds were $75,979,010 of which $979,010 were issuance costs and the balance of $75,000,000 was transferred to the school system for multiple capital improvement projects.

The 2016-2017 Adopted Capital Improvement Fund budget includes $1,675,590 in tax revenue and $2,508,540 in intergovernmental revenue. The intergovernmental revenue represents revenue from the MARTA offset program for design of the Clairemont/Commerce and Church/Commerce intersections, from the Livable Centers Initiative (LCI) for the North McDonough Streetscapes, from the State of Georgia for street repair, patching and resurfacing under the Local Maintenance and Improvement Grant (LMIG) program, and Transportation Enhancement revenue for the McDonough/Candler railroad crossing project. HOST proceeds are budgeted to be $3,500,000.

Examples of capital outlay projects in the 2016-2017 Capital Improvement Fund Budget Estimate include:

- Skatepark Equipment
- Oakhurst Tennis Courts Resurfacing
- Automated Parking Pay Stations
- Fiber Network Upgrade
- Sidewalk Construction & Repair
- Traffic Calming Devices
- Street patching, repair and paving
- Bandstand Painting
- Network Switches
- Public Works and Public Safety Vehicles

The 2016-2017 Adopted Capital Improvement Fund budget includes expenditures of $1,041,470 for debt service to cover payments for previously purchased equipment. From the HOST proceeds, there is a transfer of $188,230 to the 2010 Urban Redevelopment Agency Fund for debt service on the 2010 URA bonds and a transfer of $1,481,300 to the 2013 Urban Redevelopment Agency Fund for debt service. The transfer to the 2010 Urban Redevelopment Agency Fund for debt service was reduced by the anticipated revenue from the sale of the school maintenance parcel on the Callaway project site. This one-time revenue will be used to pay debt service. In addition, starting January 2017, the City Schools of Decatur will begin paying rent for their use of the joint facility on Talley Street. This revenue will also be available to pay debt service and reduce the amount of the annual transfer from HOST funds. Other HOST funded projects include the Decatur Recreation Center Movement Studio Window Shade modification ($10,000), Keyless Entry System at both fire stations ($27,000), Building B Buildout & Shelving ($150,000), Avondale MARTA match ($300,000) Oakhurst and McKoy Parks Facility Upgrades ($1,350,000), Public Art ($10,000), Greenspace ($50,000), Rights-of-Way Acquisition for replacing and upgrading traffic signal devices ($42,000), North McDonough Streetscapes ($862,500), McDonough & Candler Railroad Crossings ($540,000) Clairemont/Church/Commerce Pedestrian & Bike Improvements ($52,000) and a transfer to the stormwater fund in the amount of $1,095,000 towards the Barry Street stormwater improvement project.

It is recommended that the levy for capital improvement purposes remain at 1.0 mill.

General Obligation Bond Fund

The General Obligation Bond Fund accounts for the approved general obligation bond fund projects that are being financed primarily through a 2007 GO Bond issue.

The 2015-2016 General Obligation Bond Fund projects include Oakhurst Streetscapes and Downtown Streetscapes – Phase V. The 2015-2016 Revised General Obligation Bond Fund project expenditures total $2,170,000. In addition to the general obligation bond proceeds, there is Department of Transportation funding budgeted for both projects.

The 2016-2017 budget funds work on the McDonough/Candler railroad crossings. The 2016-2017 Adopted General Obligation Bond Fund expenditures total $248,240. The fund balance should be depleted at the end of fiscal year 2016-2017.

2010 Urban Redevelopment Agency Fund

The 2010 Urban Redevelopment Agency Fund accounts for the Recovery Zone Economic Development bonds that were issued by the Urban Redevelopment Agency of the City of

Decatur in December 2010. The revenue from these bonds was used for construction and renovation of Fire Station #1, Decatur Recreation Center and the Public Works facility.

The 2015-2016 Revised 2010 Urban Redevelopment Agency Fund budget includes $307,750 for the federal rebate on the interest paid on the bonds. The federal rebate is approximately 7% lower than the original estimate due to federal sequestration.

The 2015-2016 Revised 2010 Urban Redevelopment Agency Fund budget accounts for the debt service on the bond proceeds. HOST proceeds are budgeted as a transfer from the Capital Improvement Fund for the debt service ($875,000). At the end of fiscal year 2013-2014, all proceeds from the 2010 URA bond issue were expended.

The 2016-2017 Adopted Urban Redevelopment Agency Fund budget includes revenue of $302,050 for the federal rebate on the interest paid by the City on the bonds. This amount is 7% less than originally expected due to federal sequestration. Other revenues include $562,550 anticipated from the sale of the former school maintenance facility as part of the Callaway development project and $121,600 from the City Schools of Decatur for rent for their use of the joint maintenance facility on Talley Street.

Expenditures for the 2016-2017 Proposed Urban Redevelopment Agency Fund budget include debt service payments in the amount of $1,174,450 prior to the interest rebate, and will be paid with HOST funds transferred from the Capital Improvement Fund.

2013 Urban Redevelopment Agency Fund

The 2013 Urban Redevelopment Agency Fund accounts for the revenue bonds that were issued by the Urban Redevelopment Agency of the City of Decatur in April 2013. The revenue from these bonds was used for construction and renovation of the Beacon Municipal Center.

The 2015-2016 Revised 2013 Urban Redevelopment Agency Fund budget includes $312,000 in project related expenditures to complete the final payments for the renovation and construction of the Beacon Municipal Center. Two bond series, Series 2013A and 2013B, are accounted for in this fund. Series 2013A includes the City portions of the project and series 2013B includes the City Schools of Decatur portion of the project.

HOST proceeds are budgeted as a transfer from the Capital Improvement Fund in the amount of $1,479,230 for debt service. The school system is responsible for $404,575 in debt service.

The 2016-2017 Adopted Urban Redevelopment Agency Fund expenditure budget accounts for the debt service on the revenue bonds. Debt service totals $1,481,330 for the Series 2013A bonds and $403,730 for the Series 2013B bonds, the latter of which is the financial responsibility of the school system. A transfer of $1,481,330 will be made from the HOST proceeds in the Capital Improvement Fund for the City's portion of the debt service

URA Callaway Fund

The URA Callaway Fund accounts for the revenue bonds that were issued in October 2013 by the Urban Redevelopment Agency of the City of Decatur. The proceeds from these bonds, which totaled $5,120,000, were used to purchase the Callaway Building in downtown Decatur from DeKalb County for redevelopment purposes. The City is responsible for interest only payments until the principal amount is due on November 1, 2016. The Urban Redevelopment Agency entered into a lease agreement with the building's tenant, DeKalb County, and the lease payments are an amount adequate to cover the interest payments. A competitive bid process was conducted and a developer has been selected to purchase and

redevelop the site upon the County vacating the building. The sale to the developer will cover the full amount of the outstanding principal. The sale is expected to occur on or near July 1, 2016.

The 2015-2016 Revised URA Callaway Fund includes lease revenue of $225,000 and debt service of $80,390. The 2016-2017 Adopted URA Callaway Fund includes $40,200 in debt service and anticipates the sale of the property in the amount of at least $5,395,000.

Cemetery Capital Improvement Fund

The 2015-2016 Revised Cemetery Capital Improvement Fund reflects revenues of $70,000 which is mainly revenue from sales of lots. Unlike previous revenues from lot sales, 100% of the revenue is being dedicated to the Cemetery Capital Improvement Fund for improvements. In previous years, half of these revenues went to the General Fund. Expenditures are estimated at $25,000 for cemetery maintenance and repair projects.

The 2016-2017 Adopted Budget includes $70,000 in revenues from lot sales. Adopted expenditures total $177,000 and include improvements to stairs and handrails throughout the cemetery, demolition of buildings at Church Street entrance, pond aerator and the ongoing cemetery marker restoration. In order to fund the total project budget for the major cemetery improvements, a transfer was made by the Capital Improvement Fund to the General Obligation Bond Fund to cover some of the costs of the cemetery project. Over the next several years, the Cemetery Capital Improvement Fund will transfer funds back to the Capital Improvement Fund and Stormwater Fund. In years 2015-2016 and 2016-2017 there was a transfer of $18,000 to the Capital Improvement Fund and a transfer of $12,000 to the Stormwater Utility Fund included in the budget.

Debt Service Fund

The 2015-2016 Revised Debt Service Fund Budget shows $1,277,000 in tax revenue to retire debt on the 2007 general obligation bond issue. There is a $812,850 interest payment and a $610,000 principal payment for the bonded debt. At June 30, 2016 it is estimated that there will be approximately $1,014,695 in fund balance for the city's 2007 general obligation bonds.

The 2016-2017 Adopted Debt Service Fund Budget shows revenues of $1,653,700 in tax revenue to retire debt on the 2007 bond issue. There is an $1,073,500 interest payment and a $660,000 principal payment for bonded debt included in the 2016-2017 Adopted Debt Service Fund Budget. At June 30, 2016 it is estimated that there will be approximately $934,895 in fund balance for the city's general obligation bonds.

In December 2012, the City issued $5,400,000 in general obligation sales tax notes on behalf of the City Schools of Decatur. The City Schools of Decatur funds repayment of the notes with special purpose local option sales tax revenues. The principal and interest payments are reflected in the Debt Service Fund budget. In years 2015-2016 and 2016-2017, the school system will pay $90,600 and $54,850 respectively, in interest. The school system will make principal payments of $1,770,000 in 2015-2016 and $1,805,000 in 2016-2017.

In February 2016, the City issued $75,000,000 in general obligation bonds for the City Schools of Decatur capital projects. The 2015-2016 Revised Debt Service Fund Budget shows $1,160,000 in tax revenue to reduce debt on the 2016 school general obligation bond issue. At June 30, 2016 it is estimated that there will be approximately $1,160,000 in fund balance for the 2016 school general obligation bonds.

The 2016-2017 Adopted Debt Service Fund Budget shows revenues of $2,737,000 in tax revenue to reduce debt on the 2016 school general obligation bond issue. There is a

$2,423,640 interest payment for bonded debt included in the 2016-2017 Adopted Debt Service Fund Budget. At June 30, 2016 it is estimated that there will be approximately $1,473,360 in fund balance for the 2016 school general obligation bonds.

In March 2016, the City Commission approved a levy of 1.57 mills for the 2016 school general obligations bonds in addition to the existing 0.92 mills for the 2007 city general obligation bonds. It is recommended that the total levy for debt service remain at 2.49 mills.

Tree Bank Fund

The Tree Bank Fund, formerly the Economic Development Fund, was established to receive payments from property owners in lieu of planting replacement trees required for compliance with the city's tree ordinance. Fees are used to purchase and plant trees on public parks, rights of way and other public properties, the purchase of green space, funding tree care educational programs and similar activities associated with maintaining and improving the city's public tree canopy.

The 2015-2016 Revised Tree Bank Fund Budget shows $55,000 in revenues and $35,000 in expenditures. The balance in the tree bank as of June 30, 2015 was $142,930. At the end of fiscal year 2015-2016, the Tree Bank Account balance is estimated to be $162,931.

The 2016-2017 Adopted Tree Bank Fund Budget shows tree bank contributions of $25,000. There are expenditures of $30,000 for tree plantings. The balance in the tree bank as of June 30, 2017 is estimated to be $157,931.

Emergency Telephone System Fund

The City collects $1.50 per land phone line, cell phone line and voice over IP account in the City for provision of E-911 emergency telephone services. This is the maximum amount allowed by State law. In August 2011, the City Commission approved a resolution to impose a 911 charge on prepaid wireless services to be paid directly from the State to the City. The City is required to maintain a separate Emergency Telephone System Fund to account for the revenues from E-911 fees and to account for the expenditures for provision of the service. Therefore, all E-911 fees and all E-911 expenditures are accounted for in this fund. Because it costs the City more to provide E-911 services than is collected through fees, a transfer from the General Fund covers the balance.

Revenue for the 2015-2016 Revised Emergency Telephone System Fund is $544,540 and expenditures are estimated to be $935,720. Revenue for the 2016-2017 Proposed Emergency Telephone System Fund is $554,500 and expenditures are estimated to be $997,400. The 2015-2016 revised budget includes the annual lease payment of $28,600 for the E911 call handling system. In addition to the lease payment on the E911 call handling system, the 2016-2017 Adopted Budget includes a lease payment of $10,000 for the new call recording system. The budget also includes training for emergency medical dispatch and the annual fee for the Smart911 system.

A transfer of $400,000 will be made to the 2015-2016 Revised Emergency Telephone System Fund from the 2015-2016 Revised General Fund Budget to cover the cost of providing E-911 not covered by E-911 fees. A transfer of $400,000 is estimated from the 2016-2017 Adopted General Fund Budget to the 2016-2017 Proposed Emergency Telephone Fund for the same purpose. In the absence of additional revenues and/or reduced expenditures, the E911 fund balance will be nearly depleted.

Children and Youth Services Fund

The City has traditionally supplemented the after-school and summer children and youth programs through the General Fund. With the completion of the 21st Century Learning

Center grant, the City established a special revenue Children and Youth Services Fund to account for grants, program fees, accumulated fees, contributions from other partners and a transfer from the General Fund for support of children and youth services.

Revenue for the 2015-2016 Revised Children and Youth Services Fund is anticipated to be $1,659,210 and expenditures are estimated to be $1,916,110. A transfer of $150,000 will be made from the 2015-2016 Revised General Fund Budget to cover the cost of providing children and youth services not covered by other revenue sources. This is $50,000 less than the original 2015-2016 budget. The remaining difference will be covered by the accumulated reserve resulting in an ending fund balance of $855,499.

Revenue for the 2016-2017 Adopted Children and Youth Services Fund is $1,913,340 and expenditures are estimated to be $2,344,540. A transfer of $175,000 is budgeted from the 2016-2017 Adopted General Fund Budget to cover the cost of providing children and youth services not covered by other revenue sources. The remaining difference will be covered by the accumulated reserve resulting in an ending fund balance of $599,299. The 2016-2017 Children and Youth Services Fund budget includes an additional full-time site director for the new Ebster after-school site.

The transfer from the general fund has decreased from a high of $450,000 in 2008-2009 to $150,000 in the current fiscal year. The goal is for the program to be financially self-supporting while remaining affordable and accessible.

Confiscated Drug Fund

The purpose of this fund is to account for monies and goods confiscated when the Police department makes an arrest and obtains a conviction in a drug-related case. Funds are made available to the department when the case has been successfully prosecuted. Expenditures from this fund can only be made for law enforcement purposes.

The 2015-2016 Revised Confiscated Drug Fund Budget shows revenues of $10 and expenditures of $500. It is estimated that the fund balance at June 30, 2016 will be $11,585. The 2016-2017 Adopted Confiscated Drug Fund Budget Estimate shows revenues of $10 and expenditures of $2,500. It is estimated that the fund balance at June 30, 2017 will decrease to $9,095.

Hotel/Motel Tax Fund

The purpose of this fund is to account for monies collected pursuant to the imposition of a hotel/motel tax on rooms rented by hotels and motels within the City. Expenditures from this fund can only be made for purposes defined in state law, including the support of a conference center, support of a tourism bureau and for general purposes.

The 2015-2016 Revised Hotel/Motel Tax Fund Budget shows revenues of $584,000 and expenditures of $171,400 for the support of the Decatur Tourism Bureau; a $166,900 transfer to the Conference Center Fund; and a $250,000 transfer to the General Fund.

The 2016-2017 Adopted Hotel/Motel Tax Fund Budget Estimate shows revenues of $642,000. Expenditures include $183,500 for the support of the Decatur Tourism Bureau; a $183,500 transfer to the Conference Center Fund; and a transfer of $275,000 to the General Fund. The transfers to the Decatur Tourism Bureau include $4,300 in 2015-2016 and $0 in 2016-2017 from the Hotel/Motel Tax fund balance.