

# City of Petersburg

## Financial Briefing

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Acting City Manager

April 19, 2016

# Achieving Financial Stability

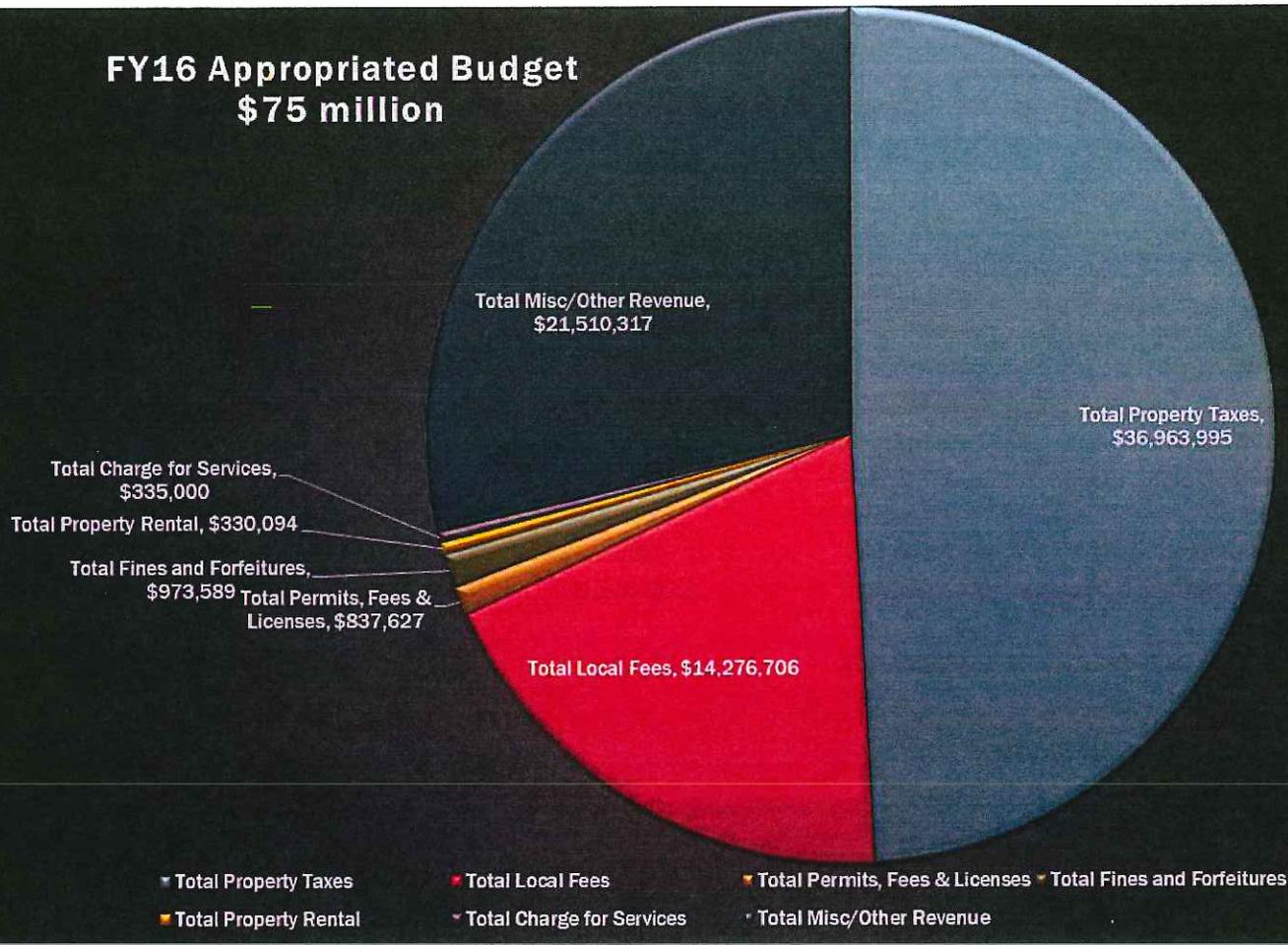
This administration has begun to address the budgeting process for FY17 but as we do we had to first realize what impacted our current status:

- FY15-Total Deficit -\$6,000,000
- Absorption of Utility fund expenditures
- Projected FY16 Deficit -\$2,000,000

# FY16 Appropriated Revenue Budget Amounts

Revenue Sources	Appropriated Amount	Year to Date Amount	Balance to be collected before June 30, 2016
Total Property Taxes	\$36,963,995	\$21,522,670	\$15,441,325
Total Local Fees	\$14,276,706	\$9,137,185	\$5,139,521
Total Permits, Fees & Licenses	\$837,627	\$308,710	\$528,917
Total Fines and Forfeitures	\$973,589	\$307,518	\$666,071
Total Property Rental	\$330,094	\$156,953	\$173,141
Total Charge for Services	\$335,000	\$264,721	\$70,279
Total Misc/Other Revenue	\$21,510,317	\$16,203,527	\$5,306,790
Total	\$75,227,328	\$47,901,285	\$27,326,043

# FY16 Appropriated Budget \$75 million



# Property tax and Local fee Revenues through March 15, 2016

## Revenue Breakdown-Total Property Taxes

Description	Appropriated Amount	Year to Date Amount	Balance due before June 30, 2016
Real Property Tax	23,489,349	16,235,077	7,254,272
Delinquent Real Prop Tax	2,491,686	1,359,172	1,132,514
Public Service Corp Tax	1,700,000	1,476,195	223,805
Personal Prop Tax-2014	1,282,020	88,974	1,193,046
Personal Prop Tax-2015/2016	3,675,437	1,601,083	2,074,354
Mobile Home Tax-2015/2016	18,079	3,936	14,143
Machinery and Tools-2015/2016	3,585,220	86,575	3,498,645
Penalties and Interest	722,204	625,159	97,045
Total	36,963,995	21,476,171	15,487,824

## Revenue Breakdown-Total Total Local Fees

Description	Appropriated Amount	Year to Date Amount	Balance due before June 30, 2016
Communications, Sales and Uses Tax	3,747,000	2,867,446	879,554
Consumer Utility Tax	3,555,908	1,420,663	2,135,245
E 911 Tax	0	274,532	-274,532
Bus and Occup Licenses	2,845,099	2,254,991	590,108
Bank Stock Tax	191,274	44,810	146,464
Motor Vehicle Licenses	505,000	92,976	412,024
Recordation and Wills Tax	187,064	93,858	93,206
Cigarette Tax	225,000	141,498	83,502
Admin and Amuse Tax	7,200	5,472	1,728
Lodging Tax	278,889	189,189	89,700
Meals Tax	2,734,272	1,751,747	982,525
Total	14,276,706	9,137,183	5,139,523

Of the \$27,326,043 remaining to be collected \$20,627,347 is attributed to the above Revenues, which are scheduled around June 10, 2016

# Delinquent Property Taxes

20-year Delinquent Amount (1995-2015)	
Real Prop taxes	5,296,418
Public Service Corp Taxes	95,196
Total	5,391,614
5-year Delinquent Amount (2011-2016)	
Personal Prop Taxes	3,454,880
Total	3,454,880
Total Delinquent as of April 19, 2016	8,846,494

**\*\*State code requires this timeframe of compiled tax delinquencies to be reported and collected.**

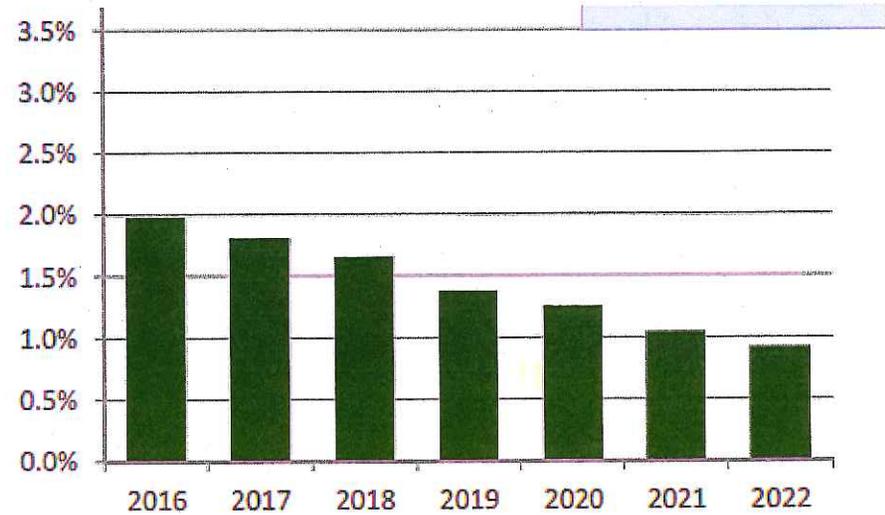
# FY16 Appropriated Expenditures

- Current FY16 Expenditures will create about a \$1.5 million dollar cost savings that has already been subtracted from the projected shortfall
- Current compilation of accounts payable equals approximately \$6,695,000
  - Impacts
    - School Payments
    - Vendor Payments
- Payment plans have been established with four of our largest regional partners.
  - Currently furthest extends into September of 2016.
  - Currently we are in good standing

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# Governmental Debt and Annual Payment Obligation

Current Governmental Related Debt	
General Obligation Bonds	\$33,873,564
Literary Loans	\$2,600,000
Notes Payable	\$694,935
QZAB	\$8,795,695
Capital Leases	\$1,910,695
<b>Total</b>	<b>\$47,874,889</b>
Current Annual Debt Payments	\$4,580,327
Current Debt Ratio	2%
Debt Ratio Target	4.5%



Current Credit Rating: "BBB"

## Where do we go from here

- Currently, staff is working to reduce the FY17 budget by about \$4 million less than FY16
- Currently, we will continue to work with our regional authorities', to ensure the City meets its established payment plans
- Currently working to resolve Utility Billing issues to create a solid process
- Currently evaluating existing City contracts, while also determining strategic performance measures to measure our service outcomes.
- Currently, working with City Council on a financial stabilization plan.

