

CITY OF PROVIDENCE

FISCAL YEAR 2012

1ST QUARTER BUDGET REPORT

Presented by:
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10/25/2012

Objective of Presentation

- ▶ The objective of this presentation is to bring the City Council up-to-date on the status of the FY2012 budget based on first quarter results.
- ▶ One budget quarter is too short a time period to make accurate projections on all revenue and expenditure items in a budget the size of Providence's. Therefore, only a few significant revenue and expenditure items are discussed in this presentation.

Revenues

- ▶ Following is a comparison of city revenues through the first quarter of fiscal years 2011 and 2012.
- ▶ All individual revenues have been analyzed but projections have not been made due to only one quarter of experience.

DEPARTMENTAL REVENUES	Fiscal 2011 Thru 9/30/2010	Fiscal 2011 Actual	Fiscal 2012 Thru 9/30/2011	Fiscal 2012 Budget
City Clerk	8,157	15,504	6,244	14,500
Probate Court	37,694	159,236	34,888	168,000
Housing Court	7,068	27,443	12,296	22,000
Public Property	60,220	639,021	6,666	-
City Controller	1,094	5,943		-
City Collector	47,042	582,369	85,577	800,000
City Tax Assessor	15	864		2,000
Commissioner of PS	9,780	54,871	18,290	50,000
Police	368,003	970,672	288,419	1,366,650
Fire	109,117	656,965	95,182	450,000
Communications	27,196	275,078	4,481	628,000
Traffic Engineering	403,102	1,510,957	274,626	2,500,000
Building Administration	1,151,199	3,405,398	836,828	4,463,000
Structures & Zoning	3,929	19,329	3,250	-
Zoning Board of Review	13,630	81,530	20,065	80,000
Building Board		6,601	1,320	66,000
Public Works Administration	307	1,374	192	-
Environmental Control	6,160	18,431	3,495	20,000
Highway	28,090	1,242,061	65,035	316,000
Sewer Construction	2,759	9,238	1,480	-
North Burial Ground	35,400	216,923	64,802	-
Recorder of Deeds	573,597	2,140,094	686,715	2,200,000
Vital Statistics	85,213	331,602	75,947	355,000
Board of Canvassers	471	11,092	84	-
Bureau of Licenses	88,926	1,388,565	109,924	1,450,000
Emergency Mgmt		57,183		140,000
Planning & Urban Development	1,187	2,207,612	941	2,750,262
Arts, Culture, Film, & Tourism	22,332	101,500	17,388	-
Human Services				30,000
Total Departmental Revenue	3,091,808	16,140,308	2,714,808	17,841,412

NON-DEPARTMENTAL REVENUES	Fiscal 2011 Thru 9/30/2010	Fiscal 2011 Actual	Fiscal 2012 Thru 9/30/2011	Fiscal 2012 Budget
41000 PROPERTY TAX REVENUE	\$ 61,306,502	\$ 283,878,035	\$ 68,835,605	\$ 311,392,639
41100 TANGIBLE TAX REVENUE	\$ 13,023,497		\$ 13,452,449	\$ -
41200 EXCISE TAX REVENUE	\$ 6,736,732		\$ 10,010,165	\$ -
42002 PAYMENT IN LIEU OF TAXES - RI		\$ 23,109,815		\$ 23,109,815
42004 SCHOOL DEBT CONSTRUCTION PAYMENTS		\$ 27,012,846		\$ 27,199,913
42006 TELEPHONE TAX		\$ 2,003,921		\$ 1,879,801
42008 STATE REIMBURSEMENT EXCISE TAX	\$ 434,007	\$ 1,706,667	\$ 426,666	\$ 1,617,922
42009 DISTRESSED CITY REVENUE	\$ 2,555,967	\$ 5,112,122	\$ 2,584,567	\$ 5,143,906
42015 MEALS & BEVERAGES TAX	\$ 316,428	\$ 4,099,916	\$ 357,376	\$ 4,100,000
42025 REIMB BLUE CROSS PROVIDERS		\$ 650,032		\$ 650,000
STATE OF R.I. EDUCATION AID		\$ -		\$ 177,121,396
STATE OF RI MEDICAID REIMBURSEMENT		\$ -		\$ 4,250,000
REIMBURSE SCHOOL DEPARTMENT		\$ -		\$ 1,700,000
D P REIMBURSE SCHOOL DEPARTMENT				\$ 230,000
44005 FINES & FORFEITS / MOVING VIOLATIONS	\$ 155,565		\$ 98,361	\$ -
44006 FINES & FORFEITS/BOOTS	\$ 90,643			\$ -
44010 FINES \$ FORFEITS/REG PARKING	\$ 1,651,048		\$ 1,101,285	\$ -
44015 FINES & FORFEITS / ENVIROMENTAL	\$ 46,723		\$ 13,669	\$ -
44020 FINES & FORFEITS INSTATE DELQ	\$ (23,052)	\$ 6,612,240	\$ 458	\$ 9,000,000
45100 INTEREST	\$ 5,151	\$ 684,812	\$ (201)	\$ -
45110 INTEREST COMMERCIAL PAPER		\$ 85,305		
45105 INTEREST OVERDUE CITY TAXES	\$ 518,217	\$ 5,942,835	\$ 460,399	\$ 5,500,000
45150 INTEREST-PORTFOLIO		\$ -		\$ 25,000
45200 RENTAL INCOME	\$ 5,843	\$ -		\$ 20,000
46230 MISCELLANEOUS REVENUE	\$ 65,635	\$ 11,043,682		\$ -
47070 WATER SUPPLY MEDICAL REIMB	\$ 12,536	\$ 469,898		\$ 375,000
48001 MISCELLANEOUS REVENUE		\$ 65,636		\$ 200,000
48002 MISCELLANEOUS REVENUE- OTHER		\$ 204,012	\$ 1,067	\$ -
48227 REIMBURSEMENT - W.S.B.		\$ 491,366		\$ 839,200
48229 REIMB RETIREMENT JTPA		\$ 194,870		\$ 50,000
48236 ROOM TAX	\$ 139,657	\$ 1,354,383	\$ 125,191	\$ 1,350,000
48239 TAX STABILIZATION PLAN - MISC	\$ 50,663	\$ 67,273		\$ -
48320 IN LIEU OF TAX ON EXEMPT PROPERTY		\$ 5,000		\$ -
48321 PAYMENT IN LIEU OF TAXES		\$ 1,959,195		\$ 8,795,715

Non-Departmental Revenues (Con.)	Fiscal 2011 Thru 9/30/2010	Fiscal 2011 Actual	Fiscal 2012 Thru 9/30/2011	Fiscal 2012 Budget
48340 STABILIZATION TREATY - ELECTRIC CO	\$ 1,750,000	\$ 6,500,000	\$ 1,305,555	\$ 5,222,222
48341 PROVIDENCE PLACE MALL		\$ 200,000		\$ 200,000
TUITION REVENUE		\$ 70,493		\$ 585,000
48342 PILOT - PROVIDENCE HOUSING AUTHORITY		\$ 53,717		\$ -
48362 PORT OF PROVIDENCE		\$ 1,230,000		\$ -
49252 TRANSFER FROM FUND 252	\$ 400,000	\$ 3,025,001	\$ 600,000	\$ 1,200,000
49283 TRANSFER FROM FUND 283	\$ 815,000	\$ 2,172,792	\$ 550,000	\$ 3,600,000
49657 TRANSFER FROM FUND 657		\$ 400,000		\$ -
49801 TRANSFER FROM NO BURIAL GD		\$ 2,000,000		\$ 600,000
49856 TRANSFER FROM FUND 856		\$ 7,928,433		\$ -
49901 TRANSFER FROM PPBA		\$ 28,644,619		\$ -
49905 TRANSFER FROM RI ZOOLOGICAL SOCIETY		\$ 28,563		\$ -
49909 TRANSFER FROM OTHER FINANCING				\$ -
Total Non Departmental-General Fund	\$ 90,056,762	\$429,007,477	\$ 99,922,612	\$ 595,957,529
TOTAL REVENUE	\$ 93,148,570	\$ 445,147,785	\$ 102,637,420	\$ 613,798,941

Motor Vehicle Tax

	2010 1 st Quarter Total	2011 Greater than \$6000	2011 Between \$1000 - \$6000	2011 1 st Quarter Total
Total Levy	\$17,445,917	\$24,892,009	\$6,767,870	\$31,659,878
1st Quarter Collections	\$6,477,407	\$8,907,735	\$927,580	\$9,835,315
% to Total Levy	37%	36%	14%	31%

Revenue Unknowns/Concerns

- Tax Collections
 - 14% of total levy collected in 1st Qtr. vs. 36% for vehicles over \$6,000
- Overnight Parking Revenue
 - New revenue in FY2012
 - \$1.0 million budgeted
 - Revenue range is \$400,000 to \$1.0 million
- Inspection & Standards Revenue
 - Total Revenue in FY2011 was \$3.4 million
 - FY2012 budgeted revenues is \$4.5 million
 - First Quarter revenue is 27% behind same time last year

Revenue Unknowns/Concerns

- Fines & Forfeits Revenue
 - Revenue increased by \$1.5 million in FY2012 budget
 - First Quarter revenue is 35% behind same time last fiscal year
- Payment-in-Lieu-of-Taxes (Non-profits)
 - FY2011 PILOT revenue was \$1.95 million
 - Additional \$7.0 million budgeted in FY2012
- Fire Alarm Box Fee
 - \$628,000 budgeted revenue in Communications Dept.
 - Annual fee but timing of billing could impact collections

Expenditures

- ▶ Attached is a comparison of city expenditures through the first quarter of fiscal years 2011 and 2012.
- ▶ All individual expenditures have been analyzed but projections have not been made due to only have one quarter of experience.

1033 Early Retirement Incentive

Department	ERI Total
City Controllers	2
Communications	9
Public Works	14
Finance	1
Fire	2
Insp. & Standards	3
Law Department	1
Parks Department	12
Planning & Development	4
Police	11
Probate Court	1
Public Property	2
Recorder of Deeds	1
Retirement	2
Tax Assessor	2
Vital Statistics	1
Total	68

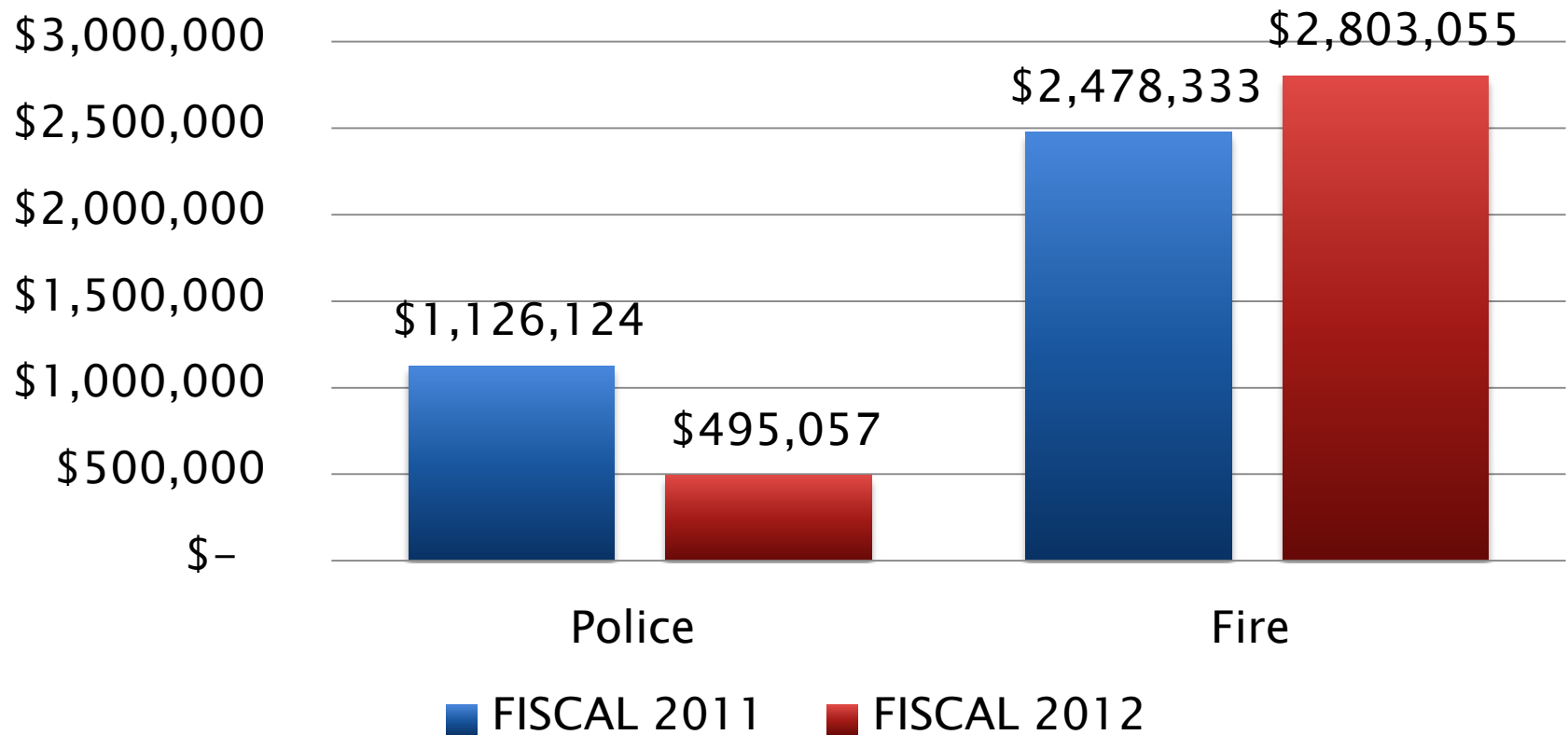
1033 City-Funded Positions	Total Employees
Filled	611
Worker's Compensation	28
Funded but Vacant	16
Current Total	655
Declared Retirements*	68
Backfill Restriction (%)	70%
Maximum Backfill	20
Maximum Number of Positions Allowed	607

*13 Have already retired.

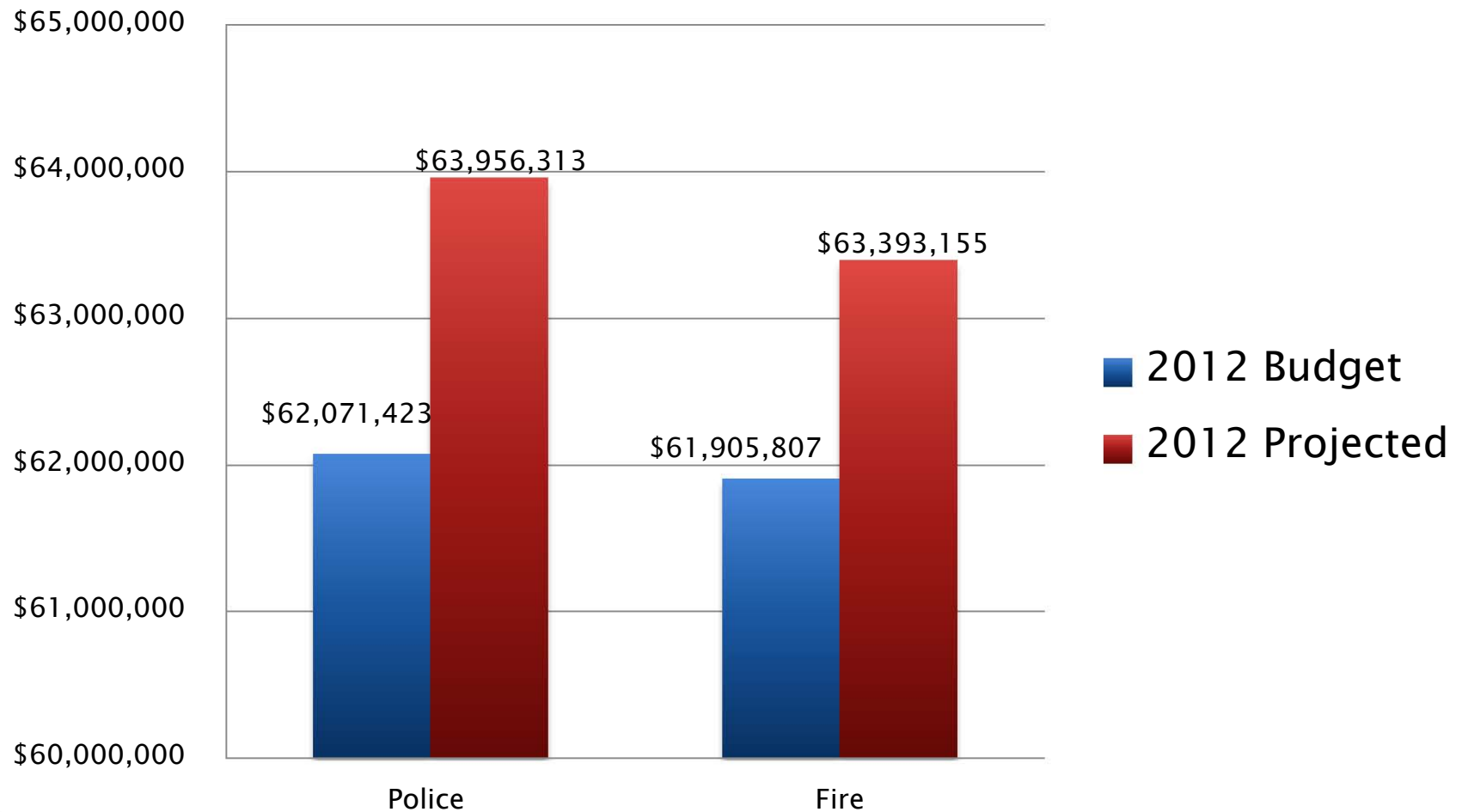
OVERTIME/CALLBACK	Fiscal 2011 Thru 9/30/2010	Fiscal 2011 Actual	Fiscal 2012 Thru 9/30/2011	Fiscal 2012 Budget
Law Dept		\$ 4,081.00	\$ 472.00	\$ -
Finance Office	\$ 456.00	\$ 456.00	\$ -	\$ -
Controllers	\$ 755.00	\$ 16,292.00	\$ -	\$ -
Retirement	\$ 1,511.00	\$ 10,926.00	\$ -	\$ -
City Collector	\$ 77.00	\$ 1,257.00	\$ -	\$ -
City Assessor	\$ 605.00	\$ 606.00	\$ -	\$ -
Recorder of Deeds			\$ -	\$ 3,400.00
Data Processing	\$ 1,307.00	\$ 6,079.00	\$ 170.00	
Personnel		\$ 19.00	\$ 356.00	\$ -
Comm. Of Pub Safety	\$ 253.00	\$ 834.00	\$ 146.00	\$ 8,794.00
Police Department	\$ 1,126,124.00	\$ 3,210,375.00	\$ 495,057.00	\$ 3,304,770.00
Fire Department	\$ 2,478,333.00	\$ 9,307,965.00	\$ 2,803,055.00	\$ 8,831,021.00
Communications	\$ 159,954.00	\$ 507,857.00	\$ 171,583.00	\$ 330,000.00
Planning & Dev		\$ 693.00	\$ -	\$ -
Traffic Engineering	\$ 5,833.00	\$ 22,093.00	\$ 16,385.00	\$ 10,000.00
Public Works Administration	\$ 853.00	\$ 1,876.00	\$ 3,166.00	\$ 1,000.00
Engineering		\$ 2,397.00	\$ 7,899.00	\$ 9,000.00
Env. Management	\$ 1,345.00	\$ 1,385.00	\$ 15,199.00	\$ 20,000.00
Highway	\$ 24,987.00	\$ 103,293.00	\$ 75,329.00	\$ 80,000.00
Sewer Const. & Maint	\$ 4,150.00	\$ 20,835.00	\$ 15,371.00	\$ 15,000.00
Garage Maint.	\$ 242.00	\$ 1,355.00	\$ 13,245.00	\$ -
Parking Administration			\$ -	\$ 10,000.00
Recreation	\$ 8,742.00		\$ 750.00	\$ -
Neighborhood Park Services	\$ 38,619.00	\$ 129,647.00	\$ 81,640.00	\$ 125,000.00
Forestry	\$ 12,775.00	\$ 65,506.00	\$ 18,797.00	\$ 30,000.00
Zoo	\$ 27,968.00	\$ 119,073.00	\$ 22,423.00	\$ 91,000.00
Greenhouse	\$ 9,428.00	\$ 48,827.00	\$ 16,090.00	\$ 56,840.00
RWP Services	\$ 9,803.00	\$ 46,492.00	\$ 17,250.00	\$ 46,800.00
Superintendent	\$ 1,864.00	\$ 5,300.00	\$ 3,578.00	\$ -
North Burial Ground	\$ 8,671.00	\$ 64,241.00	\$ 12,535.00	\$ 52,610.00
Building Administration	\$ 996.00	\$ 9,308.00	\$ 2,231.00	\$ 10,000.00
Structures & Zoning	\$ 36.00	\$ 2,468.00	\$ -	\$ 5,000.00
Plumb, Drain & Gas		\$ 255.00	\$ -	\$ 1,000.00
Electrical Installation	\$ 123.00	\$ 135.00	\$ -	\$ 2,000.00
Mechanical Equipment			\$ -	\$ 1,000.00
Code Enforcement			\$ -	\$ 1,000.00
Public Property	\$ 2,698.00	\$ 19,595.00	\$ 4,815.00	\$ 27,000.00
Municipal Court	\$ 902.00	\$ 2,051.00	\$ -	\$ 7,000.00
Arts, Culture & Tourism	\$ 11,948.00	\$ 12,717.00	\$ 4,750.00	
Human Relations		\$ 471.00	\$ -	\$ -
Vital Statistics			\$ -	\$ -
Bd. Of Canvassers	\$ 21,319.00	\$ 38,834.00	\$ 217.00	\$ 10,000.00
Bur. Of Licenses	\$ 2,185.00	\$ 5,855.00	\$ 2,185.00	\$ -
City Council			\$ -	\$ -
City Clerk	\$ 2,421.00	\$ 19,943.00	\$ 4,097.00	\$ 31,000.00
Adm Asst. City Council		\$ 277.00	\$ -	\$ -
Total	\$ 3,967,283.00	\$ 13,811,669.00	\$ 3,808,791.00	\$ 13,120,235.00

Police and Fire Overtime/Callback Comparison

1st Quarter FY'11 vs. 1st Quarter FY'12

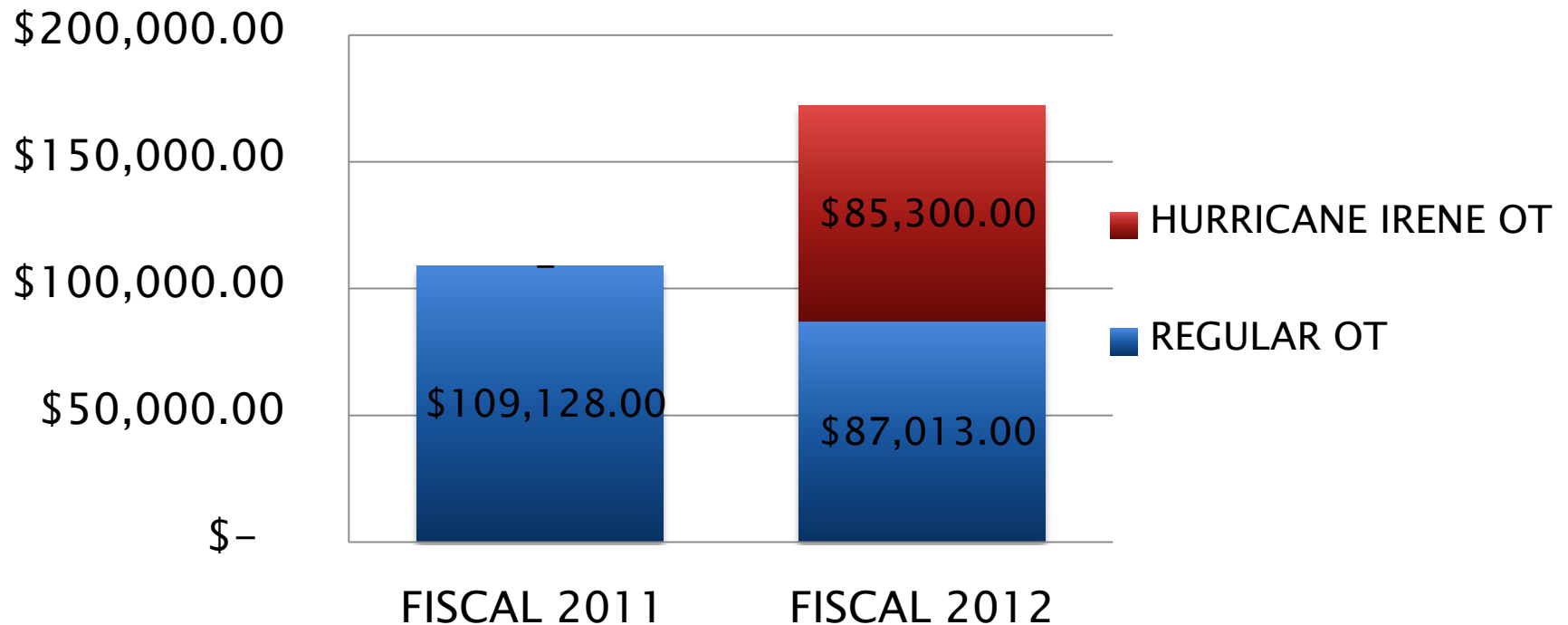


Police and Fire Budget vs. Projected



Parks Department Overtime Comparison

1st Quarter FY'11 vs. 1st Quarter FY'12



Public Works Overtime Comparison

1st Quarter FY'11 vs. 1st Quarter FY'12



Expenditure Unknowns/Concerns

- Healthcare Benefits
 - Savings from Medicare enrollment – \$11 million
 - Savings from Coordination of Benefits – \$1.5 million
 - Actual healthcare utilization
- Police Department
 - 16 officers took advantage of the Early Retirement Incentive
 - 16 retirements = \$4.4 million in projected savings
 - 30 retirements = \$4.9 million in projected savings
 - \$857,000 attrition goal in budget
 - Potentially \$1.9 – \$2.4 million over budget
- Fire Department
 - Callback , retro-active salary increases, and severance
 - Potentially \$1.5 – \$2.0 million over budget