

FY 17 Budget Summary for University Heights.

This summary is a comparison of the final budget numbers for 2016-2017 University Heights budget as compared to the original budget passed in March, 2016. These are a preliminary analysis since the final numbers will not be submitted to the State of Iowa until December, 2017.

Original budget had a deficit of (\$14,024), while we finished the fiscal year with a deficit of (\$6,147). There were revenues realized in FY 16 Budget from OUP building permits which led to increased building inspection FY 17. As I suggested last year looking at the two fiscal years together UH had a surplus \$82,150 or \$41,000 per year for the past two years.

The City issued \$1,245,000 in bonds in FY 17. This included \$625,000 for OUP Street Improvements, \$325,000 for purchase of Community Center and \$295,000 for Street Improvement projects. The Street Improvements will all be expensed in FY18. The OUP Street Improvements will be paid through a special assessment of OUP residents and businesses. We also paid off a Ten Year Bond for \$240,000 in FY17. The City's 6/30/16 debt capacity was \$5,555,000 so we are using about 22% of our debt capacity. The debt capacity will probably increase as of 6/30/17 when it is published which will lower our utilization rate.

Actual revenues totalled \$1,112,040 while budgeted revenues were \$1,158,676. The Olive Court Developer Contribution of \$92,000 did not occur in FY17 and has been moved to FY18. Grants, Legal Fee Reimbursements, Utility Excise Tax and Rental Permit incomes added \$85,000 in additional revenues. Traffic Fines were \$40,000 short of budget as lower staffing in the Police Department was again an issue.

Actual expenses for the City totalled \$1,118,187. A number of the expenses were paid for by bond proceeds, so it is difficult to determine the actual budgeted expenses. Tree trimming and the Library were over by \$15,000. The Library overage was due to the fact that we had missed payment to Coralville library for two consecutive years. Legal fees were over by about \$50,000 and Building Inspections were \$28,000 over budget due to OUP inspections and a higher level of normal building inspections. Public Safety was under budget by \$20,000 due to lower benefit payments and improved budget control. SEATS, snow removal and recycling were another \$30,000 below budget.

The FY 18 Budget for University Heights is projected to have a surplus of \$12,900. The FY18 Budget was more straightforward than the last two years with OUP construction, purchase and furnishing of Community Center and a significant higher level of bond issuance by the City, so I think we will be able to meet the FY18 budget target. Our reserves continue to hold steady and the City continues to meet its financial obligations.

Please contact me if you have any questions.

Jim Lane

Finance Chair

9/5/2016