



The Town of Hilton Head Island
Town Council Special Meeting/Public Hearing

June 12, 2018

6:00 p.m.

BENJAMIN M. RACUSIN COUNCIL CHAMBERS

AGENDA

**As a courtesy to others please turn off/silence ALL mobile devices during the Town Council Workshop.
Thank You!**

1. Call to Order

2. FOIA Compliance - Public notification of this meeting has been published, posted, and distributed in compliance with the South Carolina Freedom of Information Act and the requirements of the Town of Hilton Head Island.

3. 6:00 p.m. PUBLIC HEARING ON THE MUNICIPAL BUDGET FOR FY2019

4. Unfinished Business

a. Revised First Reading of Proposed Ordinance 2018-05

Revised First Reading of Proposed Ordinance 2018-05 to raise revenue and adopt a budget for the Town of Hilton Head Island, South Carolina, for the Fiscal Year ending June 30, 2019; to establish a property tax levy; to establish funds; to establish a policy for acquisition of rights of way and easements; and providing for severability and an effective date.

5. Executive Session

a. Legal Matter:

Receipt of legal advice related to matters pending, threatened, or potential claim, related to:

- i. ArborNature LLC vs. The Town of Hilton Head Island, et. al.**

6. Adjournment



MEMORANDUM

TO: Town Council

FROM: John M. Troyer, CPA, Director of Finance

VIA: Stephen G. Riley, ICMA-CM, Town Manager

DATE: June 12, 2018

RE: **Revised First Reading of Proposed Ordinance No. 2018-05**

Recommendation:

Staff recommends Council approve revised first reading of Proposed Ordinance No. 2018-05. The ordinance establishes the fiscal year 2019 budgets for the General Fund, Capital Projects Fund, Debt Service Fund and Stormwater Fund.

Summary:

Town Council will hold budget workshops on May 15, 22 and June 5, 2018. The proposed budget for the General Fund, Capital Projects Fund, Debt Service Fund, and Stormwater Fund is \$79,644,829.

| | <u>FY 2018 Budget</u> | <u>FY 2019 Budget</u> |
|---------------------------------|-----------------------|-----------------------|
| General Fund | \$ 40,319,036 | \$ 40,257,829 |
| Debt Service Fund | 24,200,000 | 24,200,000 |
| CIP | 16,924,000 | 9,876,000 |
| Total Governmental Funds | \$ 81,443,036 | \$ 74,333,829 |
| Stormwater Fund | \$ 7,898,000 | \$ 5,311,000 |
| Total All Funds | \$ 89,341,036 | \$ 79,644,829 |

The following changes were made between the proposed budget and the revised first reading:

General Fund (NO change to the total budget of \$40,257,829)

1. Solicitor's Office funding will increase by \$85,000
2. Deleted Fire Rescue station alerting system (duplicate to CIP line item); (\$125,000)
3. Deleted Fire Rescue station power upgrades for EOC Ops (duplicate to CIP line item); (\$52,000)
4. Deleted Coastal Discovery Museum capital expenditures (duplicate to CIP line item); (\$54,500)
5. Increased townwide contingency; \$146,500

Memorandum

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Debt Service Fund (NO change to the total budget of \$24,200,000)

Capital Improvement Plan (\$246,000 reduction to a total of \$9,876,000)

1. Fire Rescue eliminate the emergency management refrigeration and shower trailers; (\$18,000)
2. Fire Rescue eliminate station alerting system; (\$125,000)
3. Fire Rescue dispatch center software (funded in the General Fund); (\$10,000)
4. Fire Rescue PSSA hardware/software (funded in the General Fund); (\$23,000)
5. Fire Rescue network equipment (funded in the General Fund); (\$50,000)
6. Recreation Center kayak dock (S&R Center) (funded in FY 2018); (\$20,000)

Stormwater Fund (NO change to the total budget of \$5,311,000)

ORDINANCE NO. _____

PROPOSED ORDINANCE NO. 2018-05

AN ORDINANCE TO RAISE REVENUE AND ADOPT A BUDGET FOR THE TOWN OF HILTON HEAD ISLAND, SOUTH CAROLINA, FOR THE FISCAL YEAR ENDING JUNE 30, 2019; TO ESTABLISH A PROPERTY TAX LEVY; TO ESTABLISH FUNDS; TO ESTABLISH A POLICY FOR ACQUISITION OF RIGHTS OF WAY AND EASEMENTS; AND PROVIDING FOR SEVERABILITY AND AN EFFECTIVE DATE.

WHEREAS, Section 5-7-260(3) of the Code of Laws for South Carolina 1976, as amended, and Section 2-7-20 of the Municipal Code of the Town of Hilton Head Island, South Carolina, require that the Town Council act by ordinance to adopt a budget and levy taxes, pursuant to public notice; and

WHEREAS, Town Council also desires to set aside funds for an Operating Reserve to provide for emergency-related expenditures and to offset fiscal year tax revenue income stream deficiency; and

WHEREAS, Town Council finds that it would be more economical and efficient to authorize the Town Manager to move forward with construction contract modifications, change orders, contract price adjustments, and execution of contracts for supplies, services, and construction where the contract amount involved does not exceed the budget line item or project budget as approved by Town Council in the Consolidated Municipal Budget.

NOW, THEREFORE, BE IT ORDERED AND ORDAINED BY THE COUNCIL OF THE TOWN OF HILTON HEAD ISLAND, SOUTH CAROLINA; AND IT IS HEREBY ORDAINED BY THE AUTHORITY OF THE SAID COUNCIL:

NOTE: Underlined and bold-face typed portions indicate additions to the Ordinance. ~~Stricken~~ Portions indicate deletions to the Ordinance.

Section 1. Adoption of the Budget. The prepared budget of estimated revenues and expenses, a copy of which is attached hereto and incorporated herein, is hereby adopted as the budget for the Town of Hilton Head Island for the fiscal year ending June 30, 2019.

Section 2. Establishment of Property Tax Levy. A tax to cover the period from July 1, 2018 through June 30, 2019, inclusive, for the sums and in the manner hereinafter mentioned, is and shall be, levied, collected and paid into the treasury of the Town of Hilton Head Island for its uses at a rate of mills on assessed value of real estate and personal property of every description owned in the Town of Hilton Head Island, except such property as is exempt from taxation under the Constitution and laws of the State of South Carolina. Calendar 2018 is a property reassessment year. The Town’s property values increased by 2.72% between 2013 and 2018 because of reappraisal. Therefore, in accordance with South Carolina law the Town must roll-back its millage rate by the percentage increase in property values (revenue neutrality). The exception is the disaster recovery millage rate which will remain the same. The Town’s rolled-back millage rate was calculated by Beaufort County officials and approved by the State. It should be noted that the disaster recovery millage override is in the second year of a planned five years. The table below reflects the pre and post assessment millage rates.

| Fund | Millage Rate Pre- Reassessment | Millage Rate Post- Reassessment |
|------------------------------------|-----------------------------------|------------------------------------|
| General Fund | 16.38 | 15.93 |
| Debt Service Fund | 6.14 | 5.97 |
| Capital Projects Fund | 0.84 | 0.82 |
| | 23.36 | 22.72 |
| Disaster Recovery millage override | 5.00 | 5.00 |
| Total | 28.36 | 27.72 |

Section 3. Establishment of Funds. To facilitate operations, there shall be established and maintained a General Fund, a Capital Projects Fund, a Debt Service Fund, a Stormwater Fund and other appropriate funds in such amounts as are provided for in the aforesaid Budget, as hereby adopted or as hereafter modified pursuant to law.

Section 4. Acquisition of Rights of Way and Easements. The Town Manager is charged with the duty of executing all necessary documents to obtain rights of way, easements, and other property interests necessary to complete duly authorized Capital Improvement Projects. Capital Improvement Projects based on the ownership and life expectancy of the assets or improvements or based on the funding source authorized may be budgeted in the General, Capital Projects or Stormwater Funds. If expenditures are expressly authorized for an approved Capital Improvement Project in any of the budgeted funds, then the Town Manager is hereby authorized to execute all necessary documents and to expend such funds as are approved pursuant to the Capital Improvement budgets. Provided, however, in the event that the costs of an acquisition of such real property interests materially exceeds the amount budgeted in the approved Capital Improvement Project and the Town Manager is unable to shift additional funds from other authorized sources, the Town Manager shall be required to obtain the approval of Town Council for such additional expenditures. Nothing herein shall obviate the requirement that no condemnations shall be commenced without the appropriate approval of the Town Council for the Town of Hilton Head Island.

Section 5 Severability. If any section, phrase, sentence, or portion of this Ordinance is for any reason held invalid or unconstitutional by any court of competent jurisdiction, such portion shall be deemed a separate, distinct, and independent provision, and such holding shall not affect the validity of the remaining portions thereof.

Section 6. Effective Date. This Ordinance shall be effective upon its enactment by the Town Council for the Town of Hilton Head Island.

PASSED, APPROVED, AND ADOPTED BY THE COUNCIL FOR THE TOWN OF HILTON HEAD ISLAND ON THIS ____ DAY OF _____, 2018.

David Bennett, Mayor

ATTEST:

Krista Wiedmeyer, Town Clerk

First Reading: _____

Public Hearing: _____

Revised First Reading: _____

Second Reading: _____

APPROVED AS TO FORM:

Gregory M. Alford, Town Attorney

Introduced by Council Member: _____

General Fund - FY 2019 Budget Summary

| | | | | 2018 | | 2019 | | | |
|-------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|---|------|--|
| | 2015 | 2016 | 2017 | Adopted Budget | Estimated Actual | Budget | % change FY 2018 FY 2018 Budget Est. Actual | | |
| Revenues | | | | | | | | | |
| Property Taxes | 11,894,284 | 12,647,166 | 12,971,590 | 13,473,000 | 13,703,850 | 13,840,888 | 3% | 1% | |
| ATAX Local 1% | 3,068,339 | 3,215,849 | 3,430,379 | 3,312,968 | 3,482,593 | 3,532,590 | 7% | 1% | |
| Business Licenses: | | | | | | | | | |
| Business Licenses - Town | 3,941,652 | 3,866,698 | 3,929,882 | 4,620,576 | 4,555,079 | 4,600,000 | 0% | 1% | |
| Business Licenses - MASC | 4,392,826 | 4,357,613 | 4,414,070 | 4,405,590 | 4,407,419 | 4,414,000 | 0% | 0% | |
| Franchise Fees: | | | | | | | | | |
| Cable | 848,708 | 890,697 | 913,142 | 926,681 | 920,944 | 920,000 | -1% | 0% | |
| Beach Fee | 27,352 | 28,430 | 32,588 | 30,160 | 35,086 | 35,000 | 16% | 0% | |
| Recycling | - | - | - | - | - | - | 0% | 0% | |
| Permit Fees: | | | | | | | | | |
| Construction | 552,722 | 1,189,212 | 561,565 | 592,076 | 881,916 | 560,000 | -5% | -37% | |
| Development | 15,101 | 20,902 | 12,344 | 12,863 | 12,181 | 12,500 | -3% | 3% | |
| Other | 813,023 | 829,456 | 1,123,530 | 838,300 | 911,206 | 925,000 | 10% | 2% | |
| Intergovernmental | 812,085 | 812,322 | 849,906 | 812,000 | 838,982 | 840,000 | 3% | 0% | |
| Grants: | | | | | | | | | |
| Beaufort County - Hazmat | 11,677 | 11,677 | 11,677 | 11,677 | 11,677 | 11,680 | 0% | 0% | |
| Beaufort County - E911 | 132,041 | 135,083 | 128,729 | 132,000 | 132,000 | 132,000 | 0% | 0% | |
| DHEC | - | - | 10,666 | 5,000 | - | - | -100% | 0% | |
| Other | - | - | 20,258 | - | 27,081 | - | 0% | 0% | |
| SC Regional | - | - | - | - | - | - | 0% | 0% | |
| Miscellaneous Revenue: | | | | | | | | | |
| Beach Services | 239,358 | 229,643 | 249,688 | 230,000 | 251,291 | 250,000 | 9% | -1% | |
| Donations | 2,429 | 146 | 200 | 200 | - | - | -100% | 0% | |
| Municipal Court | 198,948 | 210,243 | 245,826 | 220,000 | 187,241 | 190,000 | -14% | 1% | |
| Other | 223,925 | 268,241 | 433,674 | 267,070 | 252,921 | 270,000 | 1% | 7% | |
| Public Safety - EMS | 1,403,782 | 1,383,496 | 1,428,391 | 1,490,000 | 1,455,345 | 1,400,000 | -6% | -4% | |
| Public Safety - County D/T | 55,721 | 53,781 | 52,512 | 54,000 | 51,995 | 52,000 | -4% | 0% | |
| Town Codes | 46 | 10 | 20 | 200 | 30 | 30 | -85% | 0% | |
| Fund Balance | - | - | - | 560,642 | - | 569,851 | 2% | 0% | |
| Prior Year Funds | - | - | - | 191,250 | - | - | -100% | 0% | |
| Victim's Assistance | 34,399 | 37,134 | 38,525 | 38,000 | 30,346 | 35,000 | -8% | 15% | |
| Transfers In: | | | | | | | | | |
| EDC | - | - | - | - | - | - | 0% | 0% | |
| Beach Fees | 1,111,138 | 1,111,138 | 1,111,138 | 1,361,138 | 1,361,138 | 1,361,140 | 0% | 0% | |
| Special Revenue Federal | - | - | 12,164 | - | - | - | 0% | 0% | |
| CIP - Ad Valorem | - | 1,413,000 | 453,000 | 453,000 | 453,000 | 453,000 | 0% | 0% | |
| CIP - Sunday Liquor | 418,150 | 37,500 | 50,000 | 50,000 | 50,000 | 50,000 | 0% | 0% | |
| CIP - Land | 594,000 | 986,752 | 175,000 | 175,000 | 175,000 | 175,000 | 0% | 0% | |
| CIP - Road Usage | - | - | 658,135 | - | - | - | 0% | 0% | |
| Hospitality Fee | 4,391,195 | 3,270,069 | 3,392,245 | 3,492,245 | 3,492,245 | 3,492,250 | 0% | 0% | |
| TIF | 169,398 | 169,398 | 175,000 | 180,000 | 180,000 | 180,000 | 0% | 0% | |
| ATAX | 1,338,188 | 1,596,057 | 1,696,220 | 1,565,900 | 1,565,900 | 1,565,900 | 0% | 0% | |
| Electric Franchise fee | 311 | 87,878 | 90,000 | 90,000 | 90,000 | 90,000 | 0% | 0% | |
| Stormwater | 94,258 | 94,258 | 95,000 | 125,000 | 125,000 | 125,000 | 0% | 0% | |
| Lease/Other | 12,000 | - | - | 600,000 | - | - | 0% | 0% | |
| Investments | 2,347 | 2,454 | 3,610 | 2,500 | 177,004 | 175,000 | 6900% | -1% | |
| Total Revenues | 36,799,403 | 38,956,303 | 38,770,674 | 40,319,036 | 39,818,470 | 40,257,829 | | | |
| Increase/Decrease | | 2,156,900 | (185,629) | 1,548,362 | 1,047,796 | 439,359 | | | |
| % | | 5.86% | -0.48% | 3.99% | 2.70% | 1.10% | | | |

General Fund - FY 2019 Budget Summary

| | | | | 2018 | | 2019 | | |
|---------------------------------------|------------------|------------------|------------------|------------------|------------------|------------------|---|-------------|
| | 2015 | 2016 | 2017 | Adopted Budget | Estimated Actual | Budget | % change FY 2018 Est. FY 2019 Actual | |
| Expenditures | | | | | | | | |
| General Government: | | | | | | | | |
| Town Council | 408,860 | 427,765 | 594,083 | 526,646 | 524,256 | 510,901 | -3% | -3% |
| Town Council - Initiative | - | 122,255 | 170,061 | 740,000 | 740,000 | - | -100% | -100% |
| Town Manager | 638,030 | 653,768 | 641,165 | 666,124 | 635,216 | 619,833 | -7% | -2% |
| Human Resources | 537,289 | 555,813 | 549,556 | 663,236 | 600,871 | 633,331 | -5% | 5% |
| Total General Government | 1,584,179 | 1,759,601 | 1,954,865 | 2,596,006 | 2,500,343 | 1,764,065 | -32% | -29% |
| Management Services: | | | | | | | | |
| Finance | | | | | | | | |
| Administration | 291,907 | 291,019 | 302,132 | 319,757 | 322,990 | 329,264 | 3% | 2% |
| Accounting | 606,567 | 606,998 | 542,740 | 693,463 | 631,248 | 724,583 | 4% | 15% |
| Procurement | - | - | - | - | - | 206,347 | 100% | 100% |
| Revenue Services | 606,206 | 604,859 | 606,193 | 844,274 | 741,025 | 797,152 | -6% | 8% |
| | 1,504,680 | 1,502,876 | 1,451,065 | 1,857,494 | 1,695,263 | 2,057,346 | 11% | 21% |
| Administrative Services | | | | | | | | |
| Records Management | 264,885 | 220,591 | 253,243 | 257,268 | 254,862 | 301,313 | 17% | 18% |
| Legal | 495,858 | 465,729 | 470,845 | 545,918 | 479,205 | 553,354 | 1% | 15% |
| Office of Cultural Affairs | - | - | - | 182,853 | 144,867 | 179,393 | -2% | 24% |
| Communications | - | - | - | - | - | 309,207 | 100% | 100% |
| Municipal Court | 404,911 | 413,928 | 386,734 | 398,872 | 381,474 | 386,930 | -3% | 1% |
| Information Technology | 2,166,005 | 1,929,433 | 2,014,334 | 2,262,359 | 2,305,146 | 2,092,674 | -8% | -9% |
| | 3,331,659 | 3,029,681 | 3,125,156 | 3,647,270 | 3,565,554 | 3,822,871 | 5% | 7% |
| Total Management Services | 4,836,339 | 4,532,557 | 4,576,221 | 5,504,764 | 5,260,817 | 5,880,217 | 7% | 12% |
| Community Services: | | | | | | | | |
| Community Development | | | | | | | | |
| Administration | 469,752 | 479,077 | 538,333 | 513,950 | 499,650 | 636,956 | 24% | 27% |
| Comprehensive Planning | 518,454 | 520,792 | 509,473 | 704,285 | 638,580 | 687,327 | -2% | 8% |
| Development, Review and Zoning | 613,114 | 688,858 | 601,484 | 815,183 | 778,740 | 784,407 | -4% | 1% |
| Building | 653,044 | 754,959 | 567,486 | 726,381 | 640,021 | 798,575 | 10% | 25% |
| CD Services | 303,408 | 329,021 | 335,453 | 376,894 | 382,017 | 408,261 | 8% | 7% |
| | 2,557,772 | 2,772,707 | 2,552,229 | 3,136,693 | 2,939,008 | 3,315,526 | 6% | 13% |
| Public Projects and Facilities | | | | | | | | |
| Administration | 254,895 | 263,379 | 251,524 | 289,604 | 264,989 | 292,015 | 1% | 10% |
| Engineering | 924,937 | 923,622 | 1,235,129 | 1,071,992 | 1,075,650 | 1,019,466 | -5% | -5% |
| Facilities Management | 3,500,999 | 3,858,960 | 3,741,656 | 4,363,163 | 4,288,813 | 4,425,485 | 1% | 3% |
| | 4,680,831 | 5,045,961 | 5,228,309 | 5,724,759 | 5,629,452 | 5,736,966 | 0% | 2% |
| Total Community Services | 7,238,603 | 7,818,668 | 7,780,538 | 8,861,452 | 8,568,460 | 9,052,492 | 2% | 6% |

General Fund - FY 2019 Budget Summary

| | 2015 | 2016 | 2017 | 2018 | | 2019 | | |
|--|-------------------|-------------------|--------------------|-------------------|-------------------|-------------------|---------------------------------|-----------|
| | | | | Adopted Budget | Estimated Actual | Budget | % change FY 2018 Est. Actual | |
| Public Safety: | | | | | | | | |
| Fire Rescue | | | | | | | | |
| Administration | 321,583 | 310,870 | 349,703 | 378,015 | 381,172 | 386,413 | 2% | 1% |
| Operations | 9,501,028 | 9,599,610 | 9,632,711 | 9,966,135 | 9,881,401 | 9,983,568 | 0% | 1% |
| E-911 Communications | 1,108,894 | 1,067,696 | 1,081,980 | 1,160,990 | 1,145,890 | 1,293,655 | 11% | 13% |
| E-911 Communications Support | 257,640 | 284,158 | 286,042 | 234,439 | 234,201 | 249,490 | 6% | 7% |
| Emergency Management | 133,138 | 140,944 | 137,342 | 158,023 | 152,487 | 162,865 | 3% | 7% |
| Fire Prevention | 572,246 | 599,699 | 576,729 | 624,994 | 581,795 | 603,968 | -3% | 4% |
| Fleet Maintenance | 538,316 | 547,936 | 512,305 | 595,463 | 500,708 | 600,493 | 1% | 20% |
| EMS Training | 197,348 | 204,384 | 101,564 | 322,784 | 298,487 | 408,335 | 27% | 37% |
| Support Services | 1,340,866 | 951,155 | 1,556,084 | 712,941 | 662,201 | 765,395 | 7% | 16% |
| Safety and Professional Development | 713,425 | 726,861 | 712,784 | 654,358 | 649,075 | 685,719 | 5% | 6% |
| Total Fire Rescue | 14,684,484 | 14,433,313 | 14,947,244 | 14,808,142 | 14,487,417 | 15,139,901 | 2% | 5% |
| Public Safety - Police Services | 3,220,413 | 3,443,143 | 3,634,798 | 3,728,316 | 3,678,316 | 3,895,874 | 4% | 6% |
| Townwide (non-departmental): | | | | | | | | |
| Personnel | 214,044 | 167,127 | 452,251 | 351,010 | 548,067 | 518,526 | 48% | -5% |
| Operating | 1,380,033 | 1,402,859 | 1,443,213 | 2,117,811 | 1,609,791 | 2,176,344 | 3% | 35% |
| Capital | 41,635 | 30,012 | 32,000 | 789,000 | 789,000 | 204,000 | -74% | -74% |
| Transfers Out | - | 986,752 | 7,188,000 | - | - | - | - | - |
| Grants | 2,285,747 | 2,780,166 | 1,609,754 | 1,562,535 | 1,562,535 | 1,626,410 | 4% | 4% |
| Total Townwide (non-departmental) | 3,921,459 | 5,366,916 | 10,725,218 | 4,820,356 | 4,509,393 | 4,525,280 | -6% | 0% |
| Total Expenditures | 35,485,477 | 37,354,198 | 43,618,884 | 40,319,036 | 39,004,746 | 40,257,829 | 0% | 3% |
| Net change in fund balances | 1,313,926 | 1,602,105 | (4,848,210) | - | 813,724 | - | | |
| Fund balance - beginning | 18,035,399 | 19,349,325 | 20,951,430 | 16,103,220 | 16,103,220 | 16,916,944 | | |
| Use of Fund Balance | - | - | - | - | - | - | | |
| Fund balance - ending | 19,349,325 | 20,951,430 | 16,103,220 | 16,103,220 | 16,916,944 | 16,916,944 | | |

Debt Service Fund - FY 2019 Budget Summary

| | 2015 | 2016 | 2017 | 2018 | | 2019 | | |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|--------------------|--|--------------|
| | | | | Adopted Budget | Estimated Actual | FY 2019 Budget | % change FY 2018 Budget Est. Actual | |
| GOVERNMENTAL ACTIVITIES | | | | | | | | |
| Revenues | | | | | | | | |
| Property Taxes | 5,084,193 | 5,136,244 | 5,229,221 | 5,337,600 | 5,375,874 | 5,429,633 | 1.7% | 1.0% |
| Bonds Issued | - | - | 27,885,000 | - | - | - | 0.0% | 0.0% |
| Bond Premium | - | - | 1,574,351 | - | - | - | 0.0% | 0.0% |
| BABS Subsidy | 168,051 | 163,656 | 79,889 | 169,870 | 163,000 | - | -100.0% | -100.0% |
| Investment Income | 37,374 | 36,913 | 36,251 | 36,000 | 40,225 | 90,000 | 150.0% | 123.7% |
| Transfers In: | | | | | | | | |
| Beach Preservation Fees | 4,381,225 | 2,531,437 | 2,536,913 | 5,986,288 | 3,037,326 | 5,305,444 | -11.4% | 74.7% |
| Disaster Fund | - | - | - | 4,200,000 | 4,375,000 | 3,536,565 | 0.0% | 0.0% |
| Hospitality Fees | 1,616,427 | 1,633,112 | 1,627,113 | 2,324,350 | 2,544,348 | 1,635,200 | -29.6% | -35.7% |
| Tax Increment Financing | 4,122,476 | - | - | 5,535,000 | 3,318,840 | 3,926,392 | -29.1% | 0.0% |
| Real Estate Transfer Fees | 2,269,578 | 2,243,681 | 2,193,515 | 2,260,263 | 1,926,665 | 1,918,200 | -15.1% | -0.4% |
| Hospitality Tax Bond | - | - | - | - | - | - | 0.0% | 0.0% |
| Series 2013 GO Bonds | - | - | - | - | - | - | 0.0% | 0.0% |
| Lease Revenue | 10,889 | 65,336 | 65,336 | 65,000 | 65,000 | - | -100.0% | -100.0% |
| Total Revenues | 17,690,213 | 11,810,379 | 41,227,589 | 25,914,371 | 20,846,278 | 21,841,434 | -15.7% | 4.8% |
| Expenditures | | | | | | | | |
| Administrative | 11,024 | 11,025 | 17,125 | 40,000 | 13,675 | 100,000 | 150.0% | 631.3% |
| Payment to Escrow Agent | - | - | 28,966,152 | 50,000 | - | 100,000 | 100.0% | 100.0% |
| Contribution to Refunding | - | - | - | - | - | - | 0.0% | 0.0% |
| Transfers | 1,900,110 | - | - | - | 298,930 | - | 0.0% | -100.0% |
| Debt Issue Costs | - | - | 472,186 | 750,000 | - | 760,953 | 0.0% | 100.0% |
| Principal | 12,995,000 | 7,420,000 | 8,040,000 | 7,595,000 | 11,830,000 | 17,530,000 | 130.8% | 48.2% |
| Interest | 3,702,272 | 3,278,425 | 2,432,746 | 15,765,000 | 4,511,291 | 5,709,047 | -63.8% | 26.6% |
| Total Expenditures | 18,608,406 | 10,709,450 | 39,928,209 | 24,200,000 | 16,653,896 | 24,200,000 | 0.0% | 45.3% |
| Net change in fund balances | (918,193) | 1,100,929 | 1,299,380 | 1,714,371 | 4,192,382 | (2,358,566) | | |
| Fund balance - beginning | 8,404,034 | 7,485,841 | 8,586,770 | 9,886,150 | 9,886,150 | 14,078,532 | | |
| Fund balance - ending | 7,485,841 | 8,586,770 | 9,886,150 | 11,600,521 | 14,078,532 | 11,719,966 | | |

Capital Improvement Plan by Funding Source - FY 2019 New Projects

| THOUSANDS OF DOLLARS | | | | | | | | | | | | |
|---|------------------------|------------------------------|------------------------|--------------|-----------------------------|------------|---------------------------|----------------|--------------------|--------------|------------|------------|
| FY 2019 Budget | FY 2019 Property Taxes | Funding Source as Identified | Beach Bond/ Beach Fees | GO Bond | Hospitality Tax Transfer In | TIF | Sunday Liquor Permit Fees | Road Usage Fee | Grants / Donations | Sale of Land | | |
| PATHWAY IMPROVEMENTS | | | | | | | | | | | | |
| Pathway Accessibility & Safety Enhancement Projects | 100 | | | | | | 100 | | | | | |
| TOTAL | 100 | - | - | - | - | - | 100 | - | - | - | - | - |
| ROADWAY IMPROVEMENTS | | | | | | | | | | | | |
| Intersection Improvements-W.B. 3rd Lane at Squire Pope -- Impact fees | 500 | 500 | | | | | | | | | | |
| Extension of Lagoon Road | 675 | | 675 | | | | | | | | | |
| Reconstruction of Nassau Street | 400 | | 400 | | | | | | | | | |
| South Forest Beach Drive Improvements | 400 | | 400 | | | | | | | | | |
| Private Dirt Roads -- specific | 375 | | | | | | | 375 | | | | |
| Private Dirt Roads -- paving projects TBD | 175 | | | | | | | 175 | | | | |
| Paving improvements | 350 | | | | | | | 350 | | | | |
| Pope Avenue Resurfacing -- County Grant/impact fee | 850 | | | | | | | | 850 | | | |
| TOTAL | 3,725 | - | 500 | 1,475 | - | - | - | 900 | 850 | - | - | - |
| PARK DEVELOPMENT | | | | | | | | | | | | |
| Cordillo area improvements -- Park Impact fees | 400 | 400 | | | | | | | | | | |
| Parks Upgrades impact fees / Sunday Liquor fees | 300 | 150 | | | | | 150 | | | | | |
| TOTAL | 700 | - | 550 | - | - | - | 150 | - | - | - | - | - |
| PUBLIC FACILITIES | | | | | | | | | | | | |
| Town Hall Remodeling | 100 | | | | | 100 | | | | | | |
| Fuel Truck Shed | 55 | | | | | 55 | | | | | | |
| TOTAL | 155 | - | - | - | - | 155 | - | - | - | - | - | - |
| FACILITIES IMPROVEMENTS | | | | | | | | | | | | |
| Sewer Service Projects | 3,220 | | | | 3,220 | | | | | | | |
| Fire Hydrant Expansion -- Flyover/HTAX | 100 | 33 | | | | 67 | | | | | | |
| Emergency Operations Center Modifications - Flyover | 150 | 150 | | | | | | | | | | |
| TOTAL | 3,470 | - | 183 | - | 3,220 | 67 | - | - | - | - | - | - |
| BEACH MAINTENANCE | | | | | | | | | | | | |
| Beach Management & Monitoring | 500 | | 500 | | | | | | | | | |
| TOTAL | 500 | - | 500 | - | - | - | - | - | - | - | - | - |
| LAND | | | | | | | | | | | | |
| Undefined Project / Legal Fees | 20 | | | | | | | | | | | 20 |
| TOTAL | 20 | - | - | - | - | - | - | - | - | - | - | 20 |
| OTHER CAPITAL EXPENDITURES | | | | | | | | | | | | |
| Fire Rescue Capital Outlay -- from Flyover funds | 102 | 102 | | | | | | | | | | |
| Cost of Issue | 100 | | | | 100 | | | | | | | |
| Rec Center CIP -- Impact fees | 271 | 271 | | | | | | | | | | |
| Honey Hom CIP -- Park Impact fees | 55 | 55 | | | | | | | | | | |
| Transfer to General Fund | 678 | 453 | | | | | 50 | | | | | 175 |
| TOTAL | 1,206 | 453 | 428 | - | 100 | - | 50 | - | - | - | - | 175 |
| TOTAL BUDGET BY FUNDING SOURCE | | | | | | | | | | | | |
| TOTAL FY 2019 BUDGET | 9,876 | 453 | 1,661 | 1,975 | 3,320 | 322 | - | 200 | 900 | 850 | 195 | |

*Beginning in FY 2018, Dirt Road Projects funded by the Community Development Block Grant (CDBG) are separate from the Capital Improvement Plan Budget.

*The remainder of the Bluffton Flyover funding would be reallocated to the Fire Rescue Capital Outlay, the Fire Hydrant project and the EOC project.

Stormwater Fund - FY 2019 Budget Summary

| | | | | 2018 | | 2019 | | |
|-----------------------------------|------------------|------------------|------------------|-------------------|---------------------|-------------------|-------------------|-----------------|
| | | | | Adopted Budget | Estimated Actual | FY 2019 Budget | % change | |
| | | | | | | | FY 2018 Budget | FY 2018 Est. |
| | 2015 | 2016 | 2017 | | | | | |
| Revenues | | | | | | | | |
| Stormwater Fees | 3,551,386 | 3,551,400 | 3,583,005 | 4,800,000 | 4,769,396 | 4,775,000 | -0.52% | 0.12% |
| Fund Balance/Prior Year Funds | - | - | - | - | - | 535,000 | 100.00% | 100.00% |
| Federal Grant | 25,764 | 44,272 | - | - | - | - | 0.00% | 0.00% |
| Bond Proceeds | - | - | - | 3,100,000 | 3,100,000 | - | 0.00% | 0.00% |
| Interest | 450 | 442 | 1,202 | 450 | 2,978 | 1,000 | 122.22% | -66.42% |
| Total Revenues | 3,577,600 | 3,596,114 | 3,584,207 | 7,900,450 | 7,872,374 | 5,311,000 | -32.78% | -32.54% |
| Expenses | | | | | | | | |
| Personnel | 317,575 | 358,116 | 283,155 | 544,000 | 544,043 | 563,000 | 3.49% | 3.48% |
| Operating | 226,662 | 339,567 | 340,856 | 390,000 | 453,747 | 374,000 | -4.10% | -17.58% |
| Projects | 1,919,697 | 1,072,181 | 799,316 | 5,653,000 | 5,381,113 | 2,619,000 | -53.67% | -51.33% |
| Capital | - | 23,764 | - | 32,000 | 32,000 | 32,000 | 0.00% | 0.00% |
| Transfers | 94,258 | 94,258 | 1,095,000 | 125,000 | 125,000 | 125,000 | 0.00% | 0.00% |
| Debt Service/Other | (96,761) | 961,510 | 1,433,596 | 1,154,000 | 1,514,000 | 1,598,000 | 38.47% | 5.55% |
| Total Expenses | 2,461,431 | 2,849,396 | 3,951,923 | 7,898,000 | 8,049,903 | 5,311,000 | -32.76% | -34.02% |
| Net Change in Fund Balance | 1,116,169 | 746,718 | (367,716) | 2,450 | (177,529) | - | | |
| Beginning Fund Balance | 5,291,577 | 6,407,746 | 7,154,464 | 6,786,748 | 6,789,198 | 6,611,669 | | |
| Ending Fund Balance | 6,407,746 | 7,154,464 | 6,786,748 | 6,789,198 | 6,611,669 | 6,611,669 | | |