

City of Isle of Palms
FY22 BUDGET
SUMMARY OF KEY BUDGET INITIATIVES

BUDGET INITIATIVES INCLUDED		HOW IS IT FUNDED?
1	Construction of Phase 3 drainage outfall project - \$2,462,000 expected spending in FY22 and \$913,000 in FY23.	Funded with proceeds of \$3.5 million GO Bond issued in FY21. Total project cost is estimated at approximately \$3,500,000 with an estimated \$86,000 spent in FY21.
2	\$525,000 replacement of fire pumper truck	No debt issued. Funded 50% from Capital Projects Fund and 50% from Tourism funds.
3	\$290,000 full replacement of Fire Dept SCBA (self contained breathing apparatus) equipment	Capital Projects and Tourism funds
4	\$250,000 for comprehensive drainage plan	Municipal Accommodations Tax Fund
5	\$250,000 to maintain, renovate or construct beach accesses	Beach Preservation Fee Fund
6	\$195,000 for undergrounding electrical lines over 3 years. \$40,000 in FY22.	Capital Projects Fund (50%) and Municipal Accommodations Tax Fund (50%). The City's contribution will be matched by another \$195,000 from Dominion
7	\$150,000 to convert watersports dock area into public dock with green space	State Accommodations Tax Fund
8	\$125,000 wages + \$47,000 fringes for personnel restructuring in the Fire Department	General Fund (50%) and State Accommodations Tax Fund (50%)
9	\$25,000 for Grant Writing services to address potential opportunities in Federal and State programs.	General Fund
10	Estimated \$396,000 in new revenues related to the Sweetgrass Inn	Includes estimates of \$46,000 in the General Fund (local option sales, business license fee, etc) and \$350,000 in the Tourism & Beach Preservation Fee Funds
11	\$92,000 in FY22 related to 1st fiscal year of new restaurant lease revenue	Marina Fund
12	\$1,042,000 transferred into the General Fund from the Tourism Funds	Consistent with Tourism contributions in FY21: 3 Police Officers, 1 Police Sgt, 5 Firefighters, BSOs and 50% of Public Works Temp Labor and Fuel. Also \$20K for Police OT, \$22k for Restroom Attendant and 50% of the provision for Fire Dept personnel restructuring, all from State Accommodations Tax Fund.
13	\$799,000 transferred from the General Fund in the Capital Projects Fund	For current and future capital projects

City of Isle of Palms
FY22 Budget Workshop #1 - Summary of FY22 Budget Draft #1

	General Fund	Capital Proj Fund	Muni Atax Fund	Hosp Tax Fund	State Atax Fund	Beach Preserve Fund	All Other Funds (incls Disaster Recovery)	Marina Fund <i>Illustrative Only</i> NOTE 1	Total Fund Balance & Net Position
REVENUES									
PROPERTY & LOCAL OPT TAXES	5,701,000								5,701,000
LICENSES & PERMITS	4,307,000								4,307,000
TOURISM REVENUES	137,579		1,518,663	830,800	2,139,000	1,264,663			5,890,704
PROCEEDS FROM DEBT	-	-						-	-
ALL OTHER REVENUES (NOTE 2)	1,653,200	766,000	7,500	5,000	7,500	10,000	180,955	360,081	2,990,236
TOTAL REVENUES	11,798,779	766,000	1,526,163	835,800	2,146,500	1,274,663	180,955	360,081	18,888,940
EXPENSES									
PERSONNEL EXPENSES	8,434,446	-	-	-	-	-	-	-	8,434,446
OPERATING EXPENSES	2,622,170	337,324	422,350	333,800	1,002,254	135,000	176,570	303,751	5,333,219
CAPITAL EXPENSES	-	1,164,667	383,667	79,000	582,667	250,000	-	-	2,460,001
DRAINAGE EXPENSES	-	2,562,000	445,804	-	-	-	-	-	3,007,804
DEBT SERVICE EXPENSES	985,253	-	86,822	149,156	91,915	-	-	333,227	1,646,373
TOTAL EXPENSES	12,041,869	4,063,991	1,338,643	561,956	1,676,836	385,000	176,570	636,979	20,881,844
TRANSFERS	243,090	799,039	(424,551)	(237,692)	(829,806)	-	-	449,920	-
INCR/(DECR) IN FUND BALANCE	0	(2,498,951)	(237,032)	36,152	(360,142)	889,663	4,385	173,022	(1,992,904)
	NOTE 3								
FY22 PROJCTED BEG FUND BAL	3,647,771	7,526,354	674,741	615,999	1,493,367	4,311,627	2,972,367	253,914	21,496,139
FY22 PROJCTED END FUND BAL	3,647,771	5,027,403	437,710	652,151	1,133,225	5,201,289	2,976,752	426,935	19,503,236

NOTE 1: For illustrative purposes only the Marina Enterprise Fund is presented here in the same format as the other funds. For internal and external accounting and reporting purposes however, the Marina Fund follows the accounting rules of a for-profit business and includes proceeds from debt as a liability (not revenue) and capital additions as assets (not expenses).

NOTE 2: Other revenues include parking revenues, recreation fees, interest income, grant income, court revenues and marina rents.

NOTE 3: The large negative balance relates primarily to \$2.8 million of drainage related spending including \$2.5 million on the Drainage Phase 3 project. This project is being funded with debt proceeds that were received in FY21.

	A	B	I	J	K	L	M	N	O	P	Q	R	S	T	U
1	DRAFT #1	CITY OF ISLE OF PALMS GENERAL FUND													
2	GL Number	Description	ACTUAL FY19	ACTUAL FY20	BUDGET FY21	YTD As Of 3/31/2020	Jan-Dec 2019	FORECAST FY21	INCREASE/ (DECREASE) IN FY20 BUD REV	BUDGET FY22	INCREASE/ (DECREASE) IN FY21 BUD	FORECAST FY23	FORECAST FY24	FORECAST FY25	FORECAST FY26
3															
4	CITY OF ISLE OF PALMS FY20 BUDGET AND FY21-FY24 FORECAST - SUMMARY OF PERSONNEL COSTS AND FTES														
5															
6															
7	TOTAL GENERAL FUND EXPENDITURES		10,467,611	10,314,457	11,356,115	5,078,281	10,416,610	11,440,595	84,480	12,041,869	685,754	12,236,869	12,338,654	12,566,065	12,851,292
8	TOTAL CITY WIDE EXPENDITURES		16,002,358	16,412,614	24,560,397	9,522,055	14,704,103	19,937,625	(4,622,772)	20,882,914	(3,677,483)	18,477,773	18,223,907	17,522,506	20,750,242
9			-	-	-	-	-	-	-	-	-	-	-	-	-
10	SALARIES & WAGES		4,650,137	4,630,169	4,678,565	2,376,010	4,612,366	4,758,103	79,538	5,029,219	350,654	5,154,949	5,283,823	5,415,919	5,551,317
11	OVERTIME		482,531	552,680	460,077	267,737	490,502	516,880	56,803	456,006	(4,071)	467,369	479,015	490,953	503,227
12	PARTTIME		325,639	266,261	339,340	120,294	295,553	280,829	(58,511)	359,336	-	339,340	339,340	339,340	339,340
13	SUBTOTAL SALARIES & WAGES		5,458,306	5,449,109	5,477,982	2,764,040	5,398,421	5,555,812	77,830	5,844,561	346,583	5,961,658	6,102,179	6,246,212	6,393,884
14	% INCREASE FROM PRIOR YEAR		-1.8%	-0.2%	0.5%			2.0%		5.2%		2.0%	2.4%	2.4%	2.4%
15	% OF TOTAL GENERAL FUND EXPENDITURES		52%	53%	48%	54%	52%	49%		49%		49%	49%	50%	50%
16	% OF CITY WIDE EXPENDITURES		34%	33%	22%	29%	37%	28%		28%		32%	33%	36%	31%
17															
18	FICA		406,343	404,699	419,066	204,581	401,441	426,655	7,589	447,109	28,043	457,635	468,424	479,483	490,821
19	RETIREMENT		795,310	852,571	945,314	459,193	813,766	971,320	26,005	1,064,066	118,752	1,148,167	1,176,626	1,205,797	1,235,696
20	GROUP HEALTH		782,482	778,285	858,291	396,992	787,012	785,253	(73,038)	851,947	(6,344)	894,544	939,272	986,235	1,035,547
21	WORKERS COMP		182,209	179,520	210,557	122,915	188,531	236,935	26,378	226,763	16,206	232,432	237,975	243,793	249,755
22	UNEMPLOYMENT		-	3,000	-	1,780	-	2,994	2,994	-	-	-	-	-	-
23	SUBTOTAL FRINGES		2,166,344	2,218,075	2,433,228	1,185,461	2,190,750	2,423,157	(10,071)	2,589,885	156,657	2,732,778	2,822,297	2,915,307	3,011,819
24	% INCREASE FROM PRIOR YEAR		3%	2%	10%			9.2%		6.9%		5.5%	3%	3%	3%
25	% OF SALARIES & WAGES		40%	41%	44%	43%	41%	44%	-13%	44%	45%	46%	46%	47%	47%
26	% OF TOTAL GENERAL FUND EXPENDITURES		21%	22%	21%	23%	21%	21%	-12%	22%	23%	22%	23%	23%	23%
27	% OF CITY WIDE EXPENDITURES		14%	14%	10%	12%	15%	12%	0%	12%	-4%	15%	15%	17%	15%
28															
29	TOTAL PERSONNEL COSTS		7,624,650	7,667,184	7,911,210	3,949,501	7,589,170	7,978,969	67,759	8,434,446	503,240	8,694,436	8,924,475	9,161,519	9,405,703
30	% INCREASE FROM PRIOR YEAR		-1%	1%	3%			4%		6%		3%	3%	3%	3%
31	% OF TOTAL GENERAL FUND EXPENDITURES		73%	74%	70%	78%	73%	70%		70%		71%	72%	73%	73%
32	% OF CITY WIDE EXPENDITURES		48%	47%	32%	41%	52%	40%		40%		47%	49%	52%	45%
33															
34	# OF FULL-TIME EMPLOYEES		92	93	92	92	92	91		91		91	91	91	91
35	SALARY & WAGES FTE*		55,790	55,730	55,855	28,736	55,466	57,967		60,277		61,784	63,328	64,911	66,533
36	FRINGE FTE*		22,281	22,627	25,042	12,269	22,535	25,364		27,073		28,589	29,518	30,481	31,138
37	TOTAL (FULLY LOADED) FTE*		78,071	78,356	80,897	41,005	78,001	83,331		87,350		90,373	92,845	95,392	97,671
38															
39	* Does not include wages or fringes for Mayor & Council or Part-time Employees with regular schedules less than 30 hours per week.														

**City of Isle of Palms
Analysis of Budgetary Impact - Merit Wage Adjustments**

	Total Before Adjustment	FY21 Budget 2% Merit	FY22 Budget Draft #1	Recapture FY20 Budget 2.5% Merit	FY22 Budget 2.5% Merit*	Wage & Comp Study Adjustments	Total After Adjustment
		Effective 1/1/21		Effective 1/1/21	Effective 1/1/22		
		12 Months		12 Months	6 Months		
Salaries	5,739,395	105,166	5,844,561	131,458	72,939	??	6,048,957
Fringes	2,557,603	32,283	2,589,886	40,354	22,351	??	2,652,590
Total	8,296,997	137,449	8,434,446	171,812	95,289	??	8,701,548

* Annual cost of a 1/1/22 merit adjustment is approximately 190,579

Table of Values - Merit Pool Alternatives

Annual Fully Loaded Cost of Merit Adjustments Effective 1/1/21						
1.0%	2.0%	2.5%	3.0%	3.5%	4.0%	4.5%
52,583	105,166	131,458	157,749	184,041	210,332	236,624
16,142	32,283	40,354	48,425	56,495	64,566	72,637
68,725	137,449	171,812	206,174	240,536	274,898	309,261

City of Isle of Palms FY22 Budget Workshop #1

Possible Additions to Draft #1

		FY22	FY23	FY24	FY25	FY26
General Fund	Draft #1 Ending Fund Balance	3,647,771	3,647,771	3,647,771	3,647,771	3,647,771
	Add Recapture of FY20 2.5% Merit pool for employees effective 1/1/21					
	Add FY22 2.5% Merit pool for employees effective 1/1/22					
	Increase/(decrease) transfers to Capital Projects Fund					
	Increase/(decrease) transfers in from Tourism Funds					
	New Ending Fund Balance	3,647,771	3,647,771	3,647,771	3,647,771	3,647,771
Capital Projects Fund	Draft #1 Ending Fund Balance	7,526,354	3,943,704	3,682,314	3,473,363	3,042,141
	Increase/(decrease) transfers in from General Fund					
	Finance instead of purchase Fire Engine	119,800	(55,200)	(55,200)	(55,200)	(55,200)
	Partnership with IOPWSC on 7th Ave beautification	(20,000)				
	New Ending Fund Balance	7,626,154	3,988,304	3,671,714	3,407,563	2,921,141
Tourism Funds	Draft #1 Ending Fund Balance	2,223,086	2,574,331	3,112,393	3,812,700	4,320,708
	(Increase)/decrease transfers out to General Fund	-	-	-	-	-
	Transfer to Marina Fund for "T" Dock improvements on ICW			(250,000)		
	Transfer to Marina fund for dredging				(750,000)	
	Transfer to Marina for 75% of dock insurance	(300,000)	(300,000)	(300,000)	(300,000)	(300,000)
	Discontinue City payment for commercial dumpster service		50,000	50,000	50,000	50,000
	Finance instead of purchase Fire Engine	350,000				
	New Ending Fund Balance	2,273,086	2,374,331	2,412,393	2,112,700	2,370,708
Marina Fund	Draft #1 Ending Net Position	6,330,830	6,410,036	6,510,500	6,625,093	6,757,736
	Additional premium for dock insurance	(400,000)	(400,000)	(400,000)	(400,000)	(400,000)
	Transfers from Tourism Funds for "T" Dock improvements on ICW			250,000		
	Transfers from Tourism Funds for dredging				750,000	
	Transfers from Tourism for dock insurance premiums	300,000	300,000	300,000	300,000	300,000
	Marina dredging				(750,000)	
	Construct "T" Dock improvements			(250,000)		
	New Ending Fund Balance	6,230,830	7,010,036	7,410,500	7,825,093	8,257,736