

Item #: 25

Moved by: MULROY

Prepared by: Wanda Richards

Seconded by: BASAR

Approved by: Kim Koratsky

RESOLUTION APPROVING AND APPROPRIATING SHELBY COUNTY  
GOVERNMENT'S OPERATING BUDGET FOR FISCAL YEAR 2014.  
SPONSORED BY CHAIRMAN MIKE RITZ.

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WHEREAS, Pursuant to Article III, Section 3.03(B), of the Shelby County Charter, the Shelby County Mayor has presented a budget to the Board of Commissioners showing the sums necessary to carry out the functions of the County for the coming fiscal year; and

WHEREAS, The Board of County Commissioners is authorized to make appropriations of County Funds for all legal purposes and to appropriate the proceeds of the tax levy on the assessed values on all properties within the County of Shelby for the Fiscal Year July 1, 2013 through June 30, 2014; and

WHEREAS, Committee No. 1, Budget and Finance, of the Board of County Commissioners has reviewed the consolidated budget for Shelby County and recommends that total expenditures and transfers reflected in Exhibit A be approved in order to fund Shelby County Government's Operating Budget for Fiscal Year 2014, which is inclusive of all operating funds; and

WHEREAS, While funding or refunding bonds issued under the provisions of the Cash Basis Law of 1937 are outstanding, Tennessee Code Annotated, Section 9-11-112, requires the County to levy upon all taxable property in the County each year an ad valorem tax sufficient to pay the interest thereon as it falls due and the principal of such bonds which shall then have matured or which shall mature within the same fiscal year;

and

WHEREAS, It has been the policy of the County to make special grants to non-profit civic and charitable organizations from the general funds of the County pursuant to Tennessee Code Annotated, Section 5-9-109, and a Resolution adopted as Item No. 69 by this Commission on June 3, 1996, which establishes special requirements for funding such organizations; and

WHEREAS, The Mayor's Administration and the Board of Commissioners desires to continue the special grants policy and recommend funding for the non-profit civic and charitable organizations listed in Exhibit B during Fiscal Year 2014.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF SHELBY COUNTY, TENNESSEE, That the recommendation of this Board's Committee No. 1, Budget and Finance, regarding the Budget as contained in Exhibit A, a copy of which is attached hereto and incorporated herein by reference, for the operation of Shelby County, be and the same is hereby approved in the total sum of \$1,193,592,711.00.

BE IT FURTHER RESOLVED, That \$1,229,978,058.00 is hereby appropriated as detailed on the Exhibit A Summary in order to fund the Shelby County Government's Operating Budget for the Fiscal Year 2014.

BE IT FURTHER RESOLVED, That the accounting and budget records for all funds shall be maintained according to the policies established by a Resolution adopted as Item No. 51 by this Commission on April 12, 2004, as amended by Resolution No. 10 on August 13, 2007, and Resolution No. 6 on June 1, 2009.

BE IT FURTHER RESOLVED, That the budget be summarized into various funds, as identified in Exhibit A, which is attached and incorporated herein by reference, in order

to meet legal requirements and generally accepted accounting principles and to comply with financial reporting standards for governmental entities.

BE IT FURTHER RESOLVED, That each office, department, and Elected Official which receives appropriations from the County Government shall adhere to the budget as finally approved by line item for said entity.

BE IT FURTHER RESOLVED, That all special grants which are listed in Exhibit B are hereby appropriated to promote the general welfare of the residents of Shelby County and that disbursements of these funds shall not be made until the individual non-profit civic or charitable organization has fully complied with Tennessee Code Annotated, Section 5-9-109(c), and the provisions of the Resolution adopted as Item No. 69 by this Commission on June 3, 1996.

BE IT FURTHER RESOLVED, That the County retirement contribution for the Fiscal Year Ending June 30, 2014, shall be 12.75% as recommended by our actuaries based on the Actuarial Valuation Report as of July 1, 2012, and that amount shall be charged to operations as retirement expense.

BE IT FURTHER RESOLVED, That the County contribution for Other Post Employment Benefits (OPEB) for the Fiscal Year Ending June 30, 2014, shall be 13.74% as recommended by our actuaries based on the Actuarial Valuation Report as of July 1, 2012, and that amount shall be charged to operations as OPEB expense.

BE IT FURTHER RESOLVED, That the Wheel Tax is designated for Education and up to 100% shall be provided for School operating costs and the remainder for School debt. The actual amount for School operations shall be the total revenue budgeted in the Education Fund less actual revenue collected, excluding the wheel tax.

BE IT FURTHER RESOLVED, That the appropriation to the Regional Medical

Center, Account No. 010-201201-8978, is intended to be applied first to the cost of treatment of inmates from the County, for which the Regional Medical Center is not entitled to other reimbursements, with the balance to be applied towards the care and treatment of other indigent patients.

BE IT FURTHER RESOLVED, That authority is granted to allow for the establishment of several Internal Service Funds and Fiduciary Funds which the Administration has deemed appropriate and required for the proper accounting of certain expenditures.

BE IT FURTHER RESOLVED, That the Mayor and the Director of Administration and Finance are directed to modify the budgets of the Internal Services Funds, Support Services and the Roads and Bridges Fund as to revenue and expenditures each time that any department or office either increases or decreases the amount budgeted for related expenditures.

BE IT FURTHER RESOLVED, That all printing must be ordered through the County Print Shop including all annual reports by elected officials which shall be printed by the Print Shop.

BE IT FURTHER RESOLVED, That for grant funds the Mayor and the Director of Administration and Finance are authorized to reduce the budget whenever a contract is less than the authorized budget and, in accordance with Section 3.07(C) of the Shelby County Charter, to approve transfers from Personnel categories to Operation - Maintenance categories and vice versa with grantor approval. Grant funds can be transferred only between related funds of the same grantor.

BE IT FURTHER RESOLVED, That the Mayor and the Director of Administration and Finance are authorized to transfer funds between all offices, Elected Officials, and

divisions within the Personnel and Operations and Maintenance categories in order to allocate the Personnel Restrictions and Operations and Maintenance Restrictions.

BE IT FURTHER RESOLVED, That the Administration shall maintain the salary budget for permanent positions by position and may transfer amounts to or from Central Operations wherever needed as authorized by the Hiring Review Committee or Human Resource equity reviews. Temporary positions may be added or moved as necessary with identified funding. Amounts budgeted for temporary positions may not be used to increase amounts budgeted for permanent positions if other funding options are available. Salary adjustments to a position can be made only to the extent that the adjusted salary remains within the salary range of the position grade as determined by the Compensation Policy.

BE IT FURTHER RESOLVED, That to accomplish operating efficiencies and effectiveness improvements through centralization of Information Technology and other services to the extent that a Division or Elected Official agrees to the transfer of positions or budgeted operating costs to another Division or Elected Official, those positions and/or operating costs will be transferred by mutual consent between the Divisions or Elected Officials.

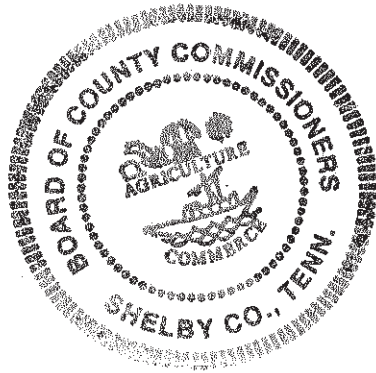
BE IT FURTHER RESOLVED, That Elected Officials with individually assigned County vehicles may continue to use such vehicles until June 30, 2014, with the understanding that no new or replacement vehicles will be purchased individually for any elected official's use other than the Shelby County Mayor and Sheriff.

BE IT FURTHER RESOLVED, That no college tuition reimbursements may be authorized after July 1, 2013, unless a college tuition reimbursement plan is developed by the Mayor's Administration and approved by the County Commission. This does not apply

to grant positions for which specified training is required and reimbursed by the grantor.

BE IT FURTHER RESOLVED, That the County Mayor and the Director of the Division of Administration and Finance are authorized to issue their warrant or warrants for amounts not to exceed \$1,229,978,058.00, pursuant to the provisions of the Shelby County Operating Budget for Fiscal Year 2014 as set forth in Exhibit A and to take proper credit in their accounting therefor.

BE IT FURTHER RESOLVED, That this Resolution shall become effective in accordance with the Shelby County Charter, Article II, Section 2.06(B).



Mark H. Luttrell, Jr.  
County Mayor

Date: 6-11-13

ATTEST:



Evelyn Guy  
Clerk of County Commission

AS AMENDED  
ADOPTED: June 3, 2013

**SHELBY COUNTY GOVERNMENT  
FY 2014 ADOPTED OPERATING BUDGET  
EXHIBIT A SUMMARY**

**EXPENDITURES AND TRANSFERS**

Operating Budget (Including Debt Service)	\$ 1,193,592,711
Total Expenditures and Transfers	<u>\$ 1,193,592,711</u>

**APPROPRIATION**

Total Expenditures and Transfers	\$ 1,193,592,711
Add Operating Transfers In	\$ 21,126,168
Add Planned Change in Fund Balance	\$ 14,443,799
Add Other Financing Sources	\$ 815,380
Operating Budget Appropriation	<u>\$ 1,229,978,058</u>

**RECONCILIATION OF PROPOSED OPERATING BUDGET TO ADOPTED OPERATING BUDGET**

PROPOSED OPERATING BUDGET	<u>\$ 1,174,871,900</u>
Net Proposed Operating Budget	\$ 1,174,871,900
Adjustments to Proposed	<u>\$ 18,720,811</u>
ADOPTED OPERATING BUDGET	<u>\$ 1,193,592,711</u>

**SHELBY COUNTY GOVERNMENT  
FY 2014 ADOPTED OPERATING BUDGET  
EXHIBIT A SUMMARY (as amended 6-03-13)**

ACCT DESCRIPTION	FY10 ACTUAL	FY11 ACTUAL	FY12 ACTUAL	FY13 AMENDED	FY14 ADOPTED
40 - Property Taxes	(736,681,436)	(731,508,708)	(722,068,728)	(714,042,000)	(728,325,000)
41 - Other Local Taxes	(93,671,586)	(93,391,145)	(87,643,901)	(94,050,000)	(94,662,000)
43 - Intergovernmental Revenues-State of Tennessee	(146,014,584)	(150,840,545)	(135,256,101)	(173,832,802)	(155,255,566)
44 - Intergovernmental Revenues-Federal & Local	(62,838,756)	(62,678,842)	(63,275,891)	(100,427,994)	(84,682,354)
45 - Charges for Services	(16,453,545)	(16,880,675)	(17,275,424)	(18,691,704)	(18,655,863)
46 - Fines, Fees & Permits	(92,065,318)	(96,102,076)	(96,311,867)	(93,997,480)	(96,596,702)
47 - Other Revenue	(16,083,319)	(5,104,168)	(4,389,570)	(6,102,128)	(14,529,577)
48 - Investment Income	(1,318,130)	(1,058,842)	(1,118,590)	(1,269,565)	(885,649)
<b>TOTAL REVENUE</b>	<b>(1,165,126,673)</b>	<b>(1,157,565,002)</b>	<b>(1,127,340,071)</b>	<b>(1,202,413,672)</b>	<b>(1,193,592,711)</b>
51 - Salaries-Regular Pay	260,809,827	259,902,941	254,166,162	282,473,552	281,885,808
52 - Salaries-Other Compensation	18,136,732	19,124,711	23,633,126	20,066,421	17,695,360
55 - Fringe Benefits	84,860,723	86,822,695	95,654,814	115,105,361	121,304,518
56 - Salary Restriction	-	-	-	(23,813,826)	(21,447,310)
<b>TOTAL SALARIES</b>	<b>363,807,282</b>	<b>365,850,346</b>	<b>373,454,102</b>	<b>393,831,507</b>	<b>399,438,377</b>
60 - Supplies & Materials	25,094,081	23,829,859	24,984,457	33,204,370	30,726,983
64 - Services & Other Expenses	28,833,040	38,882,339	25,999,880	36,298,050	33,593,632
66 - Professional & Contracted Services	68,911,094	63,651,789	66,636,840	102,794,297	88,146,162
67 - Rent, Utilities & Maintenance	22,585,426	23,212,165	22,449,850	26,044,414	24,666,800
68 - Interfund Services	8,352,221	9,893,303	10,203,725	11,326,180	11,398,991
70 - Capital Asset Acquisitions	15,348,585	12,988,857	8,961,868	33,261,025	20,641,611
79 - Depreciation Expense	971,553	430,945	(130,145)	-	-
<b>TOTAL OPERATING &amp; MAINT</b>	<b>170,096,002</b>	<b>172,889,258</b>	<b>159,106,477</b>	<b>242,928,336</b>	<b>209,174,179</b>
80 - DEBT SERVICE EXPENDITURE	171,749,330	183,189,677	169,639,665	177,463,275	169,038,215
89 - AFFILIATED ORGANIZATIONS	(1) 430,798,877	419,383,422	403,020,534	413,418,560	428,050,191
90 - GRANTS	306,000	1,457,520	1,692,000	1,337,000	635,000
95 - CONTINGENCIES & RESTRICTIONS	-	-	-	(2,697,775)	(2,789,073)
94 - OTHER SOURCES & USES	(100,610)	(354,239)	3,885,606	(860,380)	(815,380)
<b>TOTAL EXPENDITURES</b>	<b>1,136,656,881</b>	<b>1,142,415,984</b>	<b>1,110,798,385</b>	<b>1,225,420,523</b>	<b>1,202,731,509</b>
99 - PLANNED USE OF FUND BALANCES	-	-	-	(27,012,638)	(14,443,799)
96 - OPERATING TRANSFERS IN	(26,015,637)	(25,050,222)	(16,647,896)	(24,440,144)	(21,126,168)
98 - OPERATING TRANSFERS OUT	35,822,496	32,875,879	27,944,005	28,445,931	26,431,168
<b>NET TRANSFERS</b>	<b>9,806,859</b>	<b>7,825,658</b>	<b>11,296,109</b>	<b>4,005,787</b>	<b>5,305,000</b>
<b>TOTAL COUNTYWIDE</b>	<b>(18,662,933)</b>	<b>(7,323,360)</b>	<b>(5,245,577)</b>	<b>-</b>	<b>-</b>

(1) Includes Education expense



**SHELBY COUNTY GOVERNMENT  
FY 2014 ADOPTED OPERATING BUDGET  
Exhibit B - County Grants**

<u>Section</u>	<u>Organization or Program Name:</u>	<u>FY14 Adopted</u>
201301	9006 - Exchange Club Family Center	\$ 115,000
201301	9002 - Juvenile Intervention Faith-Based Follow-up (JIFF)	50,000
201301	9003 - Memphis Cultural Arts Enrichment Center	35,000
201301	9010 - Big Brothers Big Sisters	50,000
201301	9017 - Map South, Inc.*	20,000
201301	9018 - Memphis Food Bank	15,000
201301	9020 - Family Safety Center	100,000
201301	9022 - Shelby County Books from Birth	10,000
201301	9070 - Community Alliance for the Homeless	20,000
201301	9071 - Community Alliance for the Homeless-Housing	100,000
201301	9072 - Community Alliance for the Homeless-Services	100,000
201301	9092 - CASA of Memphis & Shelby County	20,000
<b>TOTAL COUNTY GRANTS</b>		<b>\$ 635,000</b>