



BELLA VISTA
A place to call home

CITY OF BELLA VISTA

2020 Budget

City of Bella Vista – 2020 Budget

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City of Bella Vista

2020 Budget- Summary

	Requested Budget 2020	Budget 2019	Change in Requested Budget over Prior Year	Change as % from Prior Year Budget
Total Revenues	18,484,771	17,658,509	826,262	5%
Total Operating Expenditures before Capital Improvements	18,409,876	17,494,283	915,593	5%
Net Operating Revenue	74,895	164,226	(89,331)	-54%
less Capital Expenditures	1,125,600	3,156,346	(2,030,746)	-64%
Net Contribution to/ (Use of) Unrestricted Reserves	(1,050,705)	(2,992,120)	1,941,415	-65%

City of Bella Vista

2020 Budget

Revenue Highlights

- The proposed 2020 budget again reflects the City's ability to improve the quality of services expected by our community, despite tremendous residential growth not currently offset by corresponding commercial growth.
- The City is primarily supported by Sales Tax revenues at 50% of total revenues. We have budgeted \$2.3 million for City Sales Tax and \$6.8 million for County Sales Tax revenue, for a total Sales Tax revenue of \$9.1 million. This is an increase over the 2019 budget of 635k, and is based partly on the past 8 year trend and partly on projected increases due to the internet sales tax legislation that became effective in July 2019.
- Next in line are Property Taxes at 15% of total revenues. The City is expected to collect \$2.77 million in property taxes, which is \$211k more than budgeted in 2019.

City of Bella Vista

2020 Budget

Revenues Highlights, Cont.

- State and County turnback revenues also comprise approximately 15% of total City revenues, the majority of which support a portion of the City's Street operations.
- The **County** turnback revenue for Streets is budgeted at approximately \$467k, based on the trend of the past eight years. We have budgeted \$1.9 million for **State** turnback revenue for Streets. The combined funding sources of **County and State** turnback revenues for Streets is **\$2.37 million**.
- Street operations are projected to cost **\$3.6 million** in 2020. Consequently, based on the proposed 2020 Streets Revenue budget of **\$2.37 million** derived from State and County turnback funds discussed above, the Street Fund will also need to receive a transfer of \$1.26 million from the General Fund to cover the difference. (See page 25.)
- A smaller portion of State turnback revenues projected at \$430k are designated to the General Fund.

City of Bella Vista

2020 Budget

Revenues Highlights, cont.

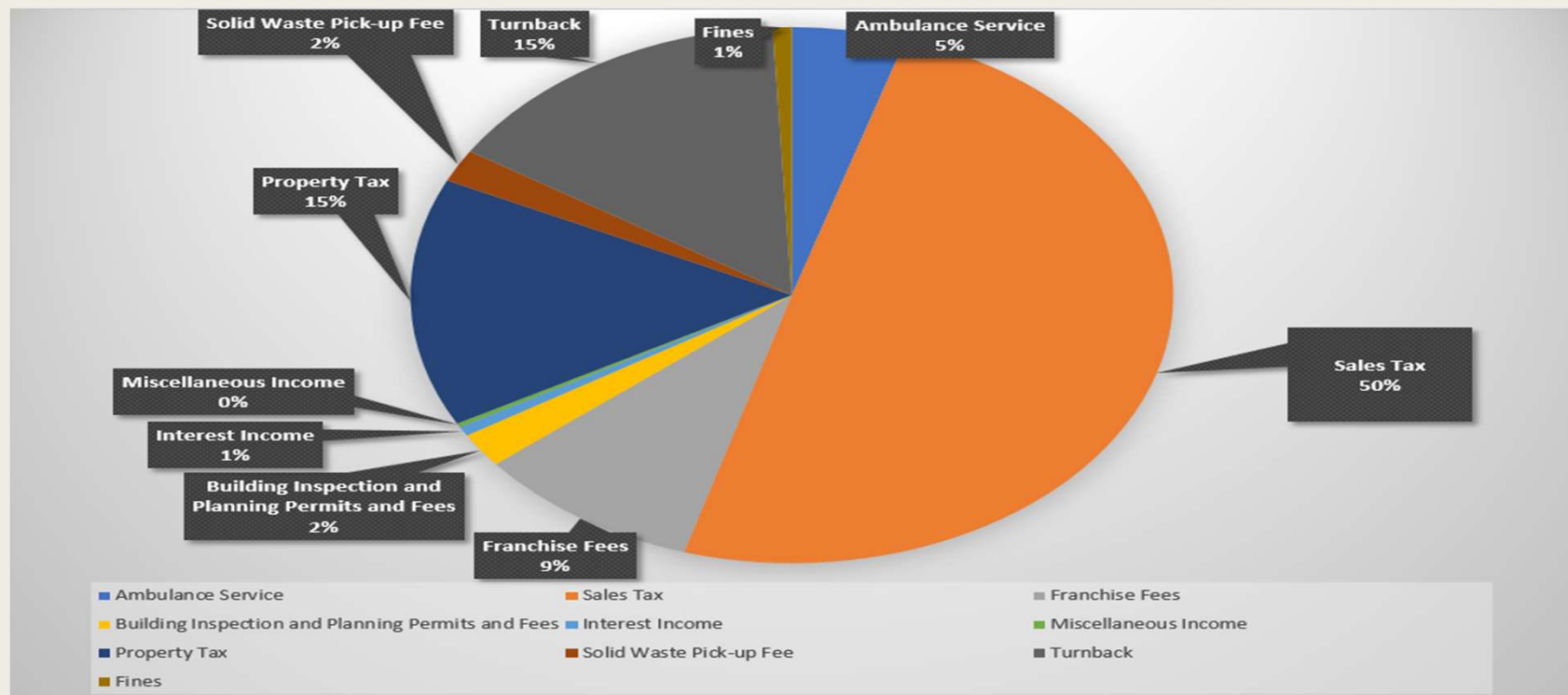
- Franchise fees comprise approximately 10% of the City's total revenue, and are budgeted at \$1.7 million based on the trend of declining revenues over the past four years. This is a decrease of \$132k over the 2019 budget, as we continue to see less and less cable TV and telephone franchise tax revenues due to changing trends in the use of technology for these types of services.

City of Bella Vista

2020 Budget-Revenues Summary

Revenue Source	Requested Budget 2020	Budget 2019	Increase (Decrease) in Requested Budget over Prior Year	% increase (decrease) from Prior Year Budget	% of total Revenues
Ambulance Service Revenue	900,000	900,000	-	0.00%	5%
City Sales Tax	2,344,378	2,132,428	211,950		
County Sales Tax	6,843,531	6,419,892	423,639		
Total Sales Tax	9,187,909	8,552,320	635,589	7.43%	50%
Total Franchise Fees	1,768,047	1,900,918	(132,871)	-6.99%	10%
Total Building Inspection Fees	375,527	342,800	32,727	9.55%	2%
Total Planning Permits & Fees	11,001	9,120	1,881	20.63%	0%
Interest Income	107,318	103,498	3,820	3.69%	1%
Total Miscellaneous Income	43,702	44,146	(444)	-1.01%	0%
Total Property Tax Revenues	2,771,626	2,560,124	211,502	8.26%	15%
Solid Waste Pick Up Fee	363,398	356,936	6,462	1.81%	2%
State Turnback - General	430,813	430,813	-	0.00%	2%
Fines - Traffic	148,041	147,400	641	0.43%	1%
TOTAL UNRESTRICTED GENERAL FUND REVENUES	16,107,382	15,348,075	759,307	4.95%	87%
STREET FUND	-	-	-		
State Turnback - Streets	1,910,662	1,879,502	31,160	1.66%	10%
County Turnback - Streets	466,727	430,932	35,795	8.31%	3%
TOTAL STREETS REVENUE	2,377,389	2,310,434	66,955	2.90%	13%
TOTAL REVENUES	18,484,771	17,658,509	826,262	4.68%	100%

City of Bella Vista 2020 Budget Revenues Graph



City of Bella Vista

2020 Budget

Expenditures - Highlights

■ New for 2020:

- *All budgeted expenditures for Telephone and Internet services have been transferred to the IT department.*
- *Budgeted expenditures for Traffic Light maintenance has been transferred from the Street Department to Community Development.*
- *The SAFER Grant reimbursements for the payroll expenses of nine employees in the Fire Department have been reduced from 65% to 35%, as per the terms of the agreement for the third and final year of the grant.*
- *We have reduced the number of employees in the Admin department by 2, which is one FTE Accounts Payable clerk, ½ FTE Accounts Receivable clerk, and ½ FTE Communications Assistant.*
- *We have requested one additional FTE in Community Development, two additional FTE's in the Police Department, and one additional FTE in the Street Department.*
- *Medical insurance increased 9%. All other benefits remained steady.*

City of Bella Vista

2020 Budget-

Expenditures - General Highlights

■ New for 2020, continued:

- *Due to the Library expansion, two employees in the Library will be going from part-time to full-time, which will qualify them for benefits and consequently cause the significant budgeted increase in benefits expense.*
- *The expansion of the Library necessitates a significant budget increase in their Utilities budget as well.*
- *Benefit Admin fees had previously been budgeted in the Administration department, but are now budgeted in Human Resources.*

City of Bella Vista

2020 Budget

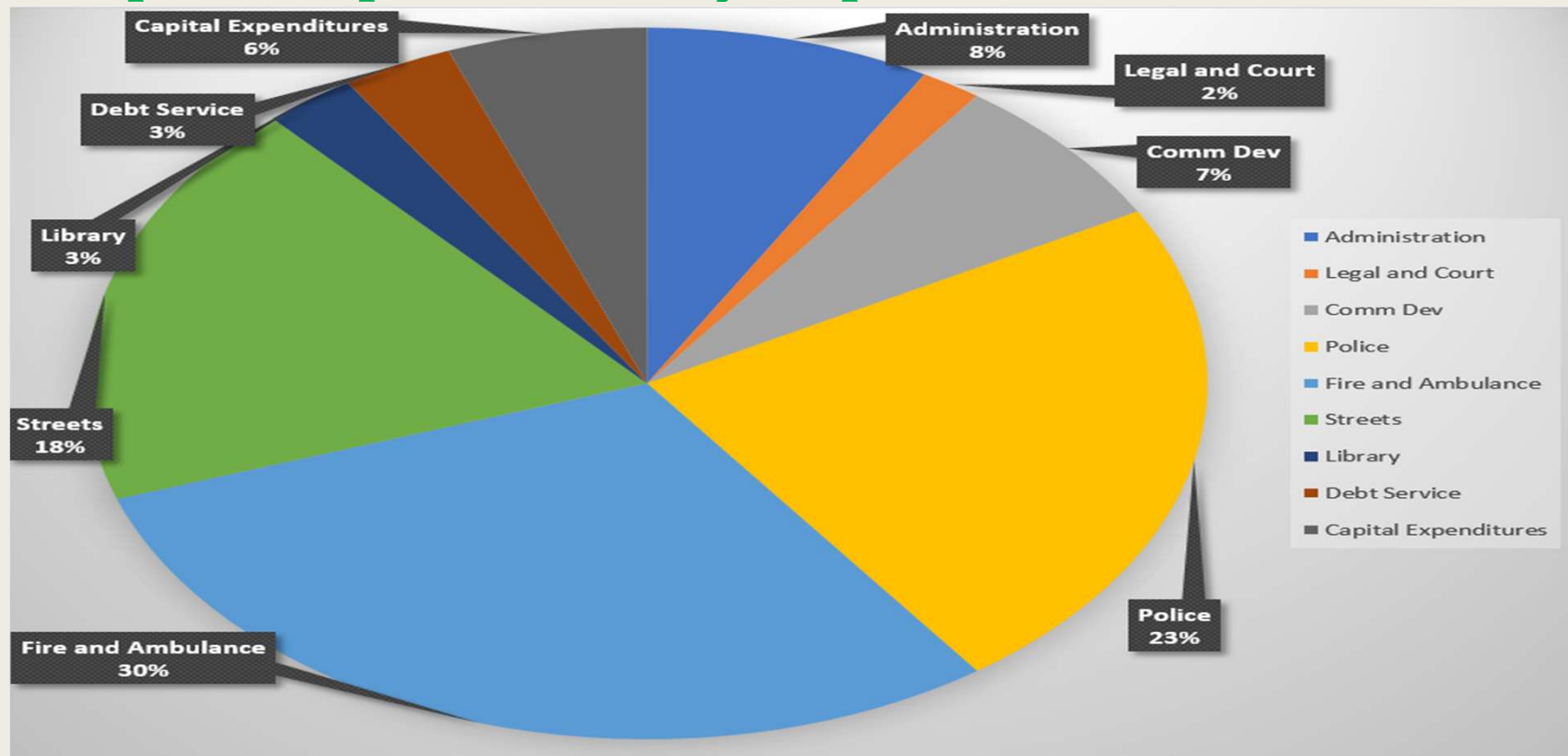
Expenditures Summary

Expenditures	2020 requested budget	2019 Budget	\$\$ increase (decrease)	% increase (decrease)
Total Admin	787,917	1,000,265	(212,348)	-21%
Total Human Resources	336,790	333,924	2,590	1%
Total Legal	184,620	179,430	5,190	3%
Total Information Technology	486,995	347,299	139,696	40%
Total Community Development	1,358,127	1,282,026	75,501	6%
Total Court	162,156	159,742	2,414	2%
Total Police	4,492,994	4,208,647	284,348	7%
Total Fire	5,812,997	5,328,599	484,397	9%
Total Streets	3,638,722	3,556,424	82,298	2%
Total Library	521,496	465,415	56,082	12%
Total Operating Expenditures before Debt Service, and Capital Improvements	17,782,814	16,861,771	920,168	5%
Debt Service	627,062	632,512	(5,450)	-1%
Total Operating Expenditures and Debt Service	18,409,876	17,494,283	914,718	5%
Capital Expenditures	1,125,600	3,156,346	(2,030,746)	-64%
Total Expenditures	19,535,476	20,650,629	(1,115,153)	-5%

City of Bella Vista

2020 Budget

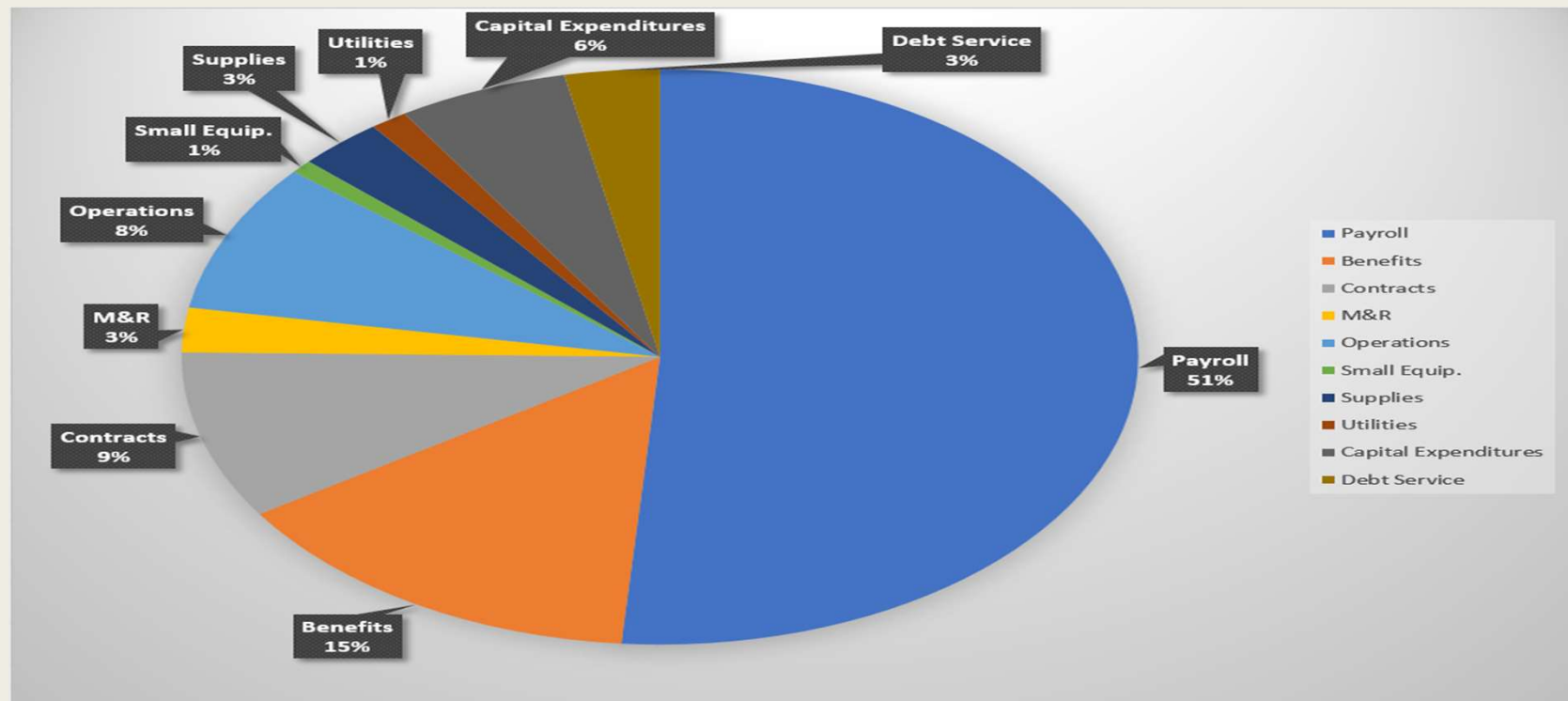
Graph of Expenditures by Departments



City of Bella Vista

2020 Budget

Graph of Expenditures by Expense Category



City of Bella Vista

2020 Budget-Expenditures

Administration

Description	Requested Budget - 2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over prior year	% Increase (Decrease) in Requested Budget over prior year
Payroll Expense	384,120	451,613	-67,493	-15%
Benefits Expense	46,871	88,057	-41,186	-47%
Contracts	77,356	121,535	-44,179	-36%
Maintenance and Repairs	8,644	6,115	2,529	41%
Small Equipment	4,500	8,550	-4,050	-47%
Supplies Expense	11,480	13,826	-2,346	-17%
Utilities Expense	8,930	9,760	-830	-9%
Operations	246,016	293,708	(47,692)	-16%
Total Admin	787,917	993,164	(205,247)	-21%

City of Bella Vista

2020 Budget-Expenditures

Human Resources

Description	Requested Budget - 2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over prior year	% Increase (Decrease) in Requested Budget over prior year
Payroll Expense	168,136	166,845	1,291	1%
Benefits Expense	78,014	95,360	-17,346	-18%
Contracts	30,950	37,937	-6,987	-18%
Maintenance and Repairs	300	300	0	0%
Small Equipment	300	350	-50	-14%
Supplies Expense	12,875	12,100	775	6%
Operations	46,215	21,030	25,185	120%
Total Human Resources	336,791	333,922	2,869	1%

City of Bella Vista

2020 Budget-Expenditures

Legal

Description	Requested Budget - 2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over prior year	% Increase (Decrease) in Requested Budget over prior year
Payroll Expense	150,838	145,685	5,153	4%
Benefits Expense	23,937	23,950	(13)	0%
Supplies Expense	150	200	(50)	-25%
Operations	9,695	9,595	100	1%
Total Legal	184,620	179,430	5,190	3%

City of Bella Vista

2020 Budget-Expenditures

Information Technology

Description	Requested Budget - 2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over prior year	% Increase (Decrease) in Requested Budget over prior year
Payroll Expense	147,290	137,765	9,525	7%
Benefits Expense	26,449	35,948	(9,499)	-26%
Contracts	128,939	121,252	7,687	6%
Maintenance & Repairs	1,000	0	1,000	
Small Equipment	34,900	31,600	3,300	10%
Supplies Expense	5,000	5,000	-	0%
Operations Expense	6,354	15,735	(9,381)	-60%
Utilities Expense	137,063	0	137,063	
Total Information Technology	486,995	347,300	139,695	40%

City of Bella Vista

2020 Budget-Expenditures

Community Development

Description	Requested Budget - 2020	2019 Budget	Increase (Decrease) in Requested Budget over prior year	% Increase (Decrease)
Payroll Expense	698,725	638,990	59,735	9%
Benefits Expense	160,706	151,473	9,233	6%
Contracts	265,444	294,412	-28,968	-10%
Maintenance and Repairs	26,674	26,703	-29	0%
Small Equipment	2,000	11,400	-9,400	-82%
Supplies Expense	12,125	11,000	1,125	10%
Utilities Expense	4,400	4,400	0	0%
Operations Expense	188,053	120,483	67,570	56%
Total Community Development	1,358,127	1,258,861	99,266	8%

City of Bella Vista

2020 Budget-Expenditures

Court

Description	Requested Budget-2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over Prior Year	% increase from 2017 Budget
Payroll Expense	74,422	64,647	9,775	15%
Benefits Expense	4,958	7,664	(2,706)	-35%
Contracts	4,309	4,775	(466)	-10%
Maintenance and Repairs	6,859	7,283	(424)	-6%
Operations Expense	62,109	61,655	454	1%
Small Equipment	3,000	3,000	0	0%
Supplies Expense	1,700	2,750	(1,050)	-38%
Utilities Expense	4,800	4,488	312	7%
Total Court	162,156	156,262	5,894	4%

City of Bella Vista

2020 Budget-Expenditures

Police

Description	Requested Budget - 2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over prior year	Increase (Decrease) as %
Payroll Expense	3,090,810	2,888,605	202,205	7%
Benefits Expense	809,554	740,714	68,841	9%
Contracts	42,684	27,515	15,169	55%
Maintenance and Repairs	74,047	54,624	19,423	36%
Operations Expense	367,853	372,351	-4,498	-1%
Small Equipment	39,125	38,145	980	3%
Supplies Expense	55,192	45,969	9,223	20%
Utilities Expense	13,729	13,097	632	5%
Total Police	4,492,994	4,181,020	311,975	7%

City of Bella Vista

2020 Budget-Expenditures

Fire and Ambulance

Description	Requested Budget - 2020	2019 Budget	Increase (Decrease) in Requested Budget over prior year	% increase (decrease) over prior year
Payroll Expense	3,805,551	3,406,428	399,123	12%
Benefits Expense	1,314,364	1,121,932	192,432	17%
Contracts	20,800	21,620	(820)	-4%
Maintenance and Repairs	179,715	211,598	(31,883)	-15%
Operations Expense	289,890	263,282	26,608	10%
Small Equipment	53,377	125,694	(72,317)	-58%
Supplies Expense	111,000	113,605	(2,605)	-2%
Utilities Expense	38,300	36,880	1,420	4%
Total Fire and Ambulance	5,812,996	5,301,039	511,957	10%

City of Bella Vista

2020 Budget-Expenditures

Streets

Description	Requested Budget - 2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over prior year	% Increase (Decrease) in Requested Budget over prior year
Payroll Expense	1,200,765	1,119,772	80,993	7%
Benefits Expense	317,699	280,731	36,968	13%
Contracts	1,256,209	1,254,690	1,519	0%
Maintenance and Repairs	176,840	175,870	970	1%
Small Equipment	5,000	5,000	0	0%
Supplies Expense	346,075	342,075	4,000	1%
Utilities Expense	20,860	20,860	0	0%
Operations Expense	315,274	311,000	4,274	1%
Total Street Department	3,638,722	3,509,998	128,724	4%

City of Bella Vista

2020 Budget-Expenditures

Library

Description	Requested Budget - 2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over prior year	% Increase (Decrease) in Requested Budget over prior year
Payroll Expense	299,067	\$269,901	29,166	11%
Benefits Expense	52,112	\$42,204	9,908	23%
Contracts	18,602	\$10,550	8,052	76%
Maintenance and Repairs	14,545	\$19,400	(4,855)	-25%
Operations Expense	104,719	\$96,810	7,909	8%
Small Equipment	4,500	\$2,700	1,800	67%
Supplies Expense	9,650	\$7,650	2,000	26%
Utilities Expense	18,300	\$10,800	7,500	69%
Total Library	521,496	\$460,015	61,481	13%

City of Bella Vista

2020 Budget-Expenditures

Debt Service

Description	Requested Budget - 2020	2019 Budget	\$\$ Increase (Decrease) in Requested Budget over prior year	\$\$ Increase (Decrease) in Requested Budget over prior year
Lease Expense-2018 Fire Truck-Regions Bank	98,290	98,290	-	
Loan Interest-Fire Truck-Bentonville S. Walton Bank (1st Security)	554	1,744	(1,190)	
Loan Principal-Fire Truck-Bentonville S. Walton Bank (1st Security)	59,396	63,656	(4,260)	
Loan Interest - Street Building - Arvest Bank	10,824	19,070	(8,246)	
Loan Principal - Street Building - Arvest Bank	457,997	449,752	8,245	
Total Debt Service	627,062	632,512	(5,450)	-1%

City of Bella Vista

2020 Budget

Transfer to Street Department from General Fund

	2020 requested budget	2019 Budget	\$\$ increase (decrease)	% increase (decrease)
Revenues				
State Turnback - Streets	1,910,662	1,879,502	31,160	2%
County Turnback - Streets	466,727	430,932	35,795	8%
TOTAL STREET REVENUES	2,377,389	2,310,434	66,955	3%
Expenditures				
Payroll & Allowance Exp - Streets	1,200,765	1,119,772	80,993	7%
Benefits Expense - Streets	317,699	280,731	36,968	13%
Contracts - Streets	1,256,209	1,254,690	1,519	0%
M&R - Streets	176,840	175,870	970	1%
Operations - Streets	315,274	311,000	4,274	1%
Equip - Streets	5,000	5,000	0	0%
Supplies Exp - Streets	346,075	342,075	4,000	1%
Utilities - Streets	20,860	20,860	0	0%
TOTAL STREET EXPENDITURES	3,638,722	3,509,998	128,724	4%
NET OPERATING REVENUE (LOSS)	(1,261,333)	(1,199,564)	(61,769)	5%
TRANSFER FROM GENERAL FUND	1,261,333	1,199,564	61,769	5%

City of Bella Vista

2020 Budget-Expenditures

Capital Expenditures Summary

Description	2020
<u>Police - Vehicles and Equipment</u>	140,000
<u>Radio System Upgrade</u>	35,000
<u>Fire and Ambulance - Vehicles and Equipment</u>	302,600
<u>Street Department - Vehicles and Equipment</u>	573,000
<u>Community Development-Vehicles and Equipment</u>	35,000
<u>Replacement of Server Hardware</u>	40,000
Total Capital Expenditures	1,125,600

City of Bella Vista

2020 Budget-Expenditures

Capital Expenditures Detail – Police Vehicles and Equipment

2020 K9 vehicle-Dodge Charger and equipment	50,000
Remote Mobile Dispatch Software	15,000
HNT Throw Phone	10,000
Dispatch Equipment	40,000
In-car camera 4@\$6250	25,000
Total	140,000

City of Bella Vista

2020 Budget-Expenditures

Capital Expenditures Detail – Fire and Ambulance-Vehicles and Equipment

Brush truck skid unit to mount on the ambulance chasis including tax:			12,800
Flat bed for old ambulance chasis to mount brush fire skid unit on incl			8,500
Lucas CPR machine for Medic 6			17,000
Forcible entry door for use in training			6,300
Ceiling pull prop for use in training			8,000
One Maskhaze SRT Maze System for use in training			10,800
One FLIR Thermal Imaging Camera for use in training			6,200
Remote Mobile Dispatch base license and software			25,000
Total New Equipment Costs			94,600
2008	Chevrolet	Tahoe replacement	50,000
2011	Ford	F-450 Ambulance replacement	158,000
Total replacement vehicle costs			208,000
Total FD CIP			302,600

City of Bella Vista

2020 Budget-Expenditures

Capital Expenditures Detail – Street Dept.-Vehicles and Equipment

Stump Grind attachment for Excavator	46,000
Excavator with grapple	295,000
Trailer to haul proposed new excavator	38,000
Dump truck to haul proposed new Excavator and other equipment	185,000
Flat bed for chassis of truck donated by FD-Sign Truck	9,000
	573,000

City of Bella Vista

2020 Budget-Expenditures

Capital Expenditures Detail – Community Development Vehicles and Equipment

Truck for additional code officer, including equipment	35,000
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City of Bella Vista

2020 Budget-Expenditures

Capital Expenditures Detail – IT - Server Hardware

New Firewalls	20,000.00
Watchguard Video Backups	20,000.00
	40,000.00

City of Bella Vista

2020 Budget- Projection of Sufficiency of Ending Reserve Balance

Bella Vista's Finance Policy requires a reserve balance of no less than 25% of budgeted annual revenues. We project the December 31, 2020 ending reserve balance to be at 33% of budgeted annual revenues, as shown below:

	2019	2020
Audited/Projected beginning unrestricted reserve balance	7,886,973	7,124,145
Budgeted/Projected Unrestricted Revenues	17,658,509	18,484,771
Budgeted/Projected Unrestricted Expenditures	(17,494,283)	(18,409,876)
Adj. to prjctd expndtrs for decrsng debt svc on loans existing as of 12/31/19	-	-
Net Operating Revenue (Loss)	164,226	74,895
Adjustments to Net Operating Revenue-Projected GF Revenue Budget Surplus (Deficit)	462,977	-
Adjustments to Net Operating Revenue - Projected GF Expenditures Budget Surplus (Deficit)	1,192,583	-
Adjusted Net Operating Revenue	1,819,785	74,895
less Capital Expenditures	(3,156,346)	(1,125,600)
Adj. to Capital Expenditures (unspent portion of budget rolled over to subsequent year)	35,000	-
Adj. to Capital Expenditures (Capital Exp savings)	538,733	-
Net Contribution to/ (Use of) Unrestricted Reserves	(762,828)	(1,050,705)
Projected ending unrestricted reserve balance (row 38 minus row 49)	7,124,145	6,073,440
Unrestricted reserve (UR) balance as % of revenues	40%	33%