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# Department of Budget and Fiscal Services

Fiscal Year 2014 Budget

March 11, 2013

# BFS – Protect Financial Well Being of City

- Maintained strong bond rating
  - AA+ (Fitch) stable outlook
  - Aa1 (Moody's) stable outlook
- Keys to Maintaining Rating:
  - Fund Stability Reserve
  - Fund Long Term Obligations - OPEB

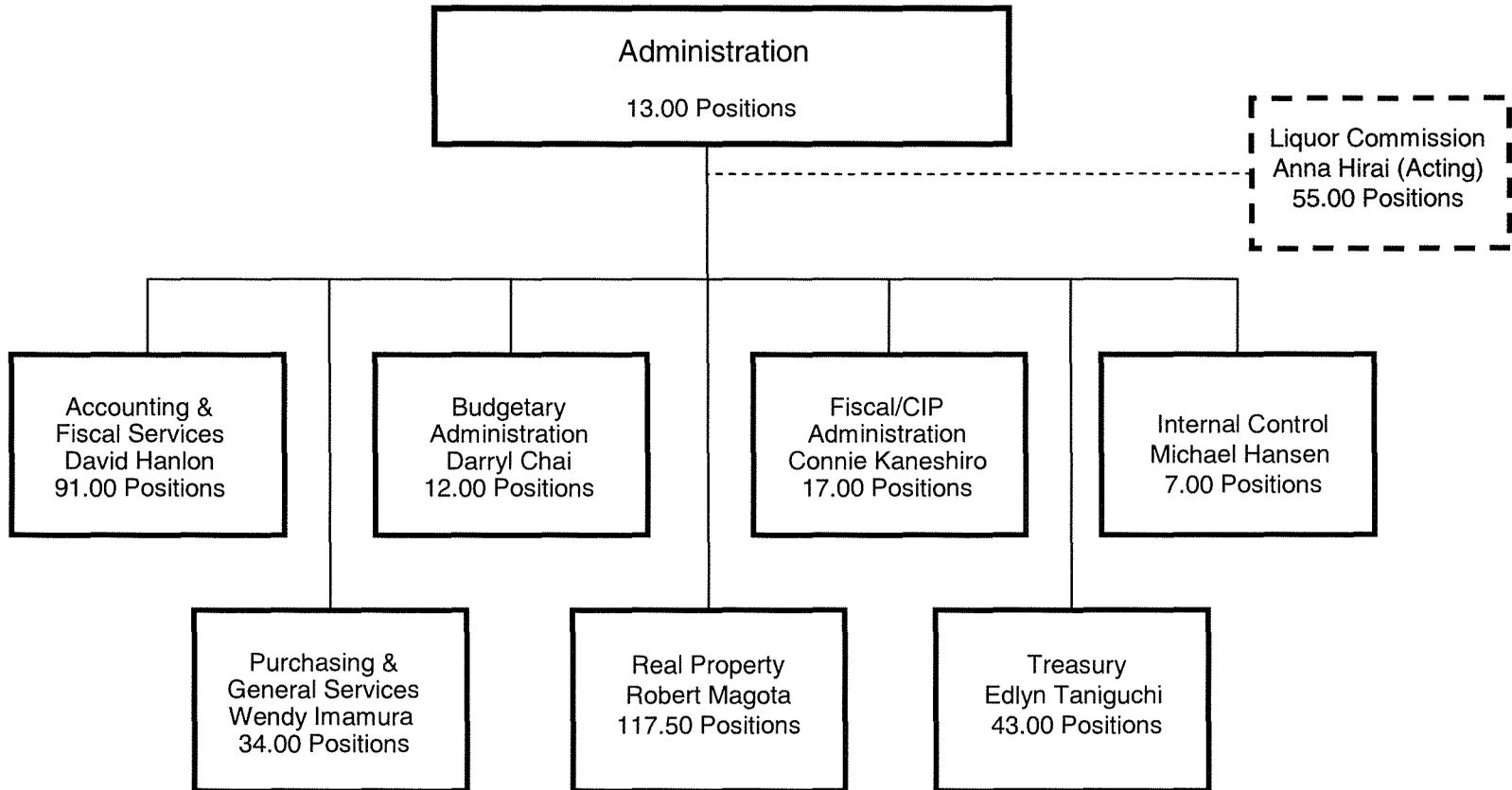
## BFS – Protect Financial Well Being of City

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- Annual external independent audit
  - Unqualified (“clean”) opinion
  - Low risk designation – past 7 years
  - Timely completion of CAFR
- GFOA recognition
  - Distinguished Budget Presentation
  - Excellence in Financial Reporting
- NIGP Outstanding Agency Accreditation Achievement Award

# FY 2014 Operating Budget

## Department of Budget and Fiscal Services



# FY 2014 Operating Budget

## Department of Budget and Fiscal Services

### BFS TOTAL

	FY 2013	FY 2014	\$ Change	% Change
Salaries	\$ 16,548,401	\$ 19,186,674	\$ 2,638,273	15.9%
Current Expenses	3,478,947	4,059,559	580,612	16.7%
Equipment	500,000	250,000	(250,000)	(50.0%)
Total	\$ 20,527,348	\$ 23,496,233	\$ 2,968,885	14.5%

### LIQUOR COMMISSION (100% Special Funded)

	FY 2013	FY 2014	\$ Change	% Change
Salaries	\$ 2,019,516	\$ 2,536,708	\$ 517,192	25.6%
Current Expenses	1,235,330	1,215,930	(19,400)	(1.6%)
Equipment	500,000	250,000	(250,000)	(\$0.5)
Total	\$ 3,754,846	\$ 4,002,638	\$ 247,792	6.6%

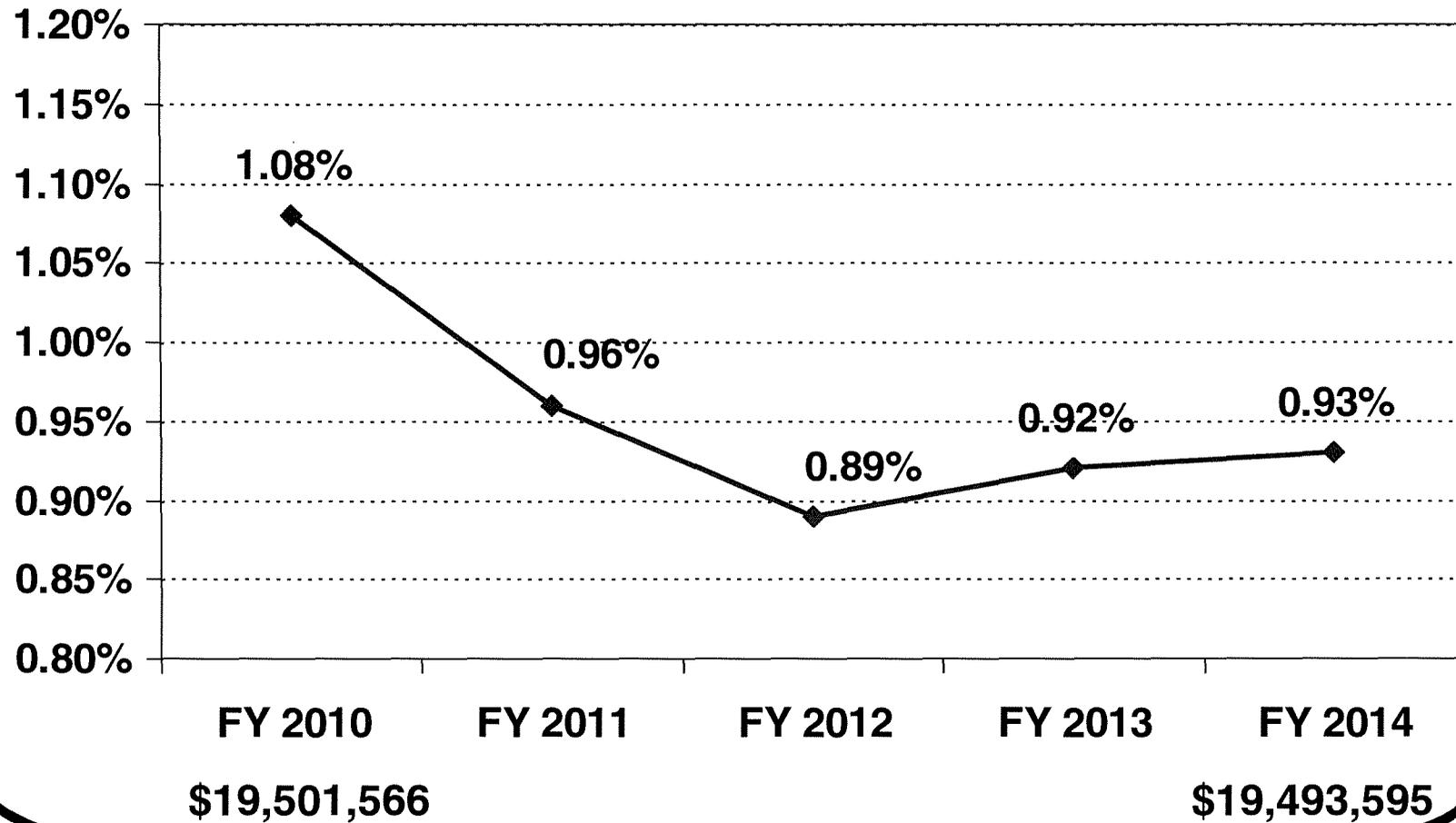
### BFS EXCLUDING LIQUOR COMMISSION

	FY 2013	FY 2014	\$ Change	% Change
Salaries	\$ 14,528,885	\$ 16,649,966	\$ 2,121,081	14.6%
Current Expenses	2,243,617	2,843,629	600,012	26.7%
Equipment	0	0	0	0.0%
Total	\$ 16,772,502	\$ 19,493,595	\$ 2,721,093	16.2%

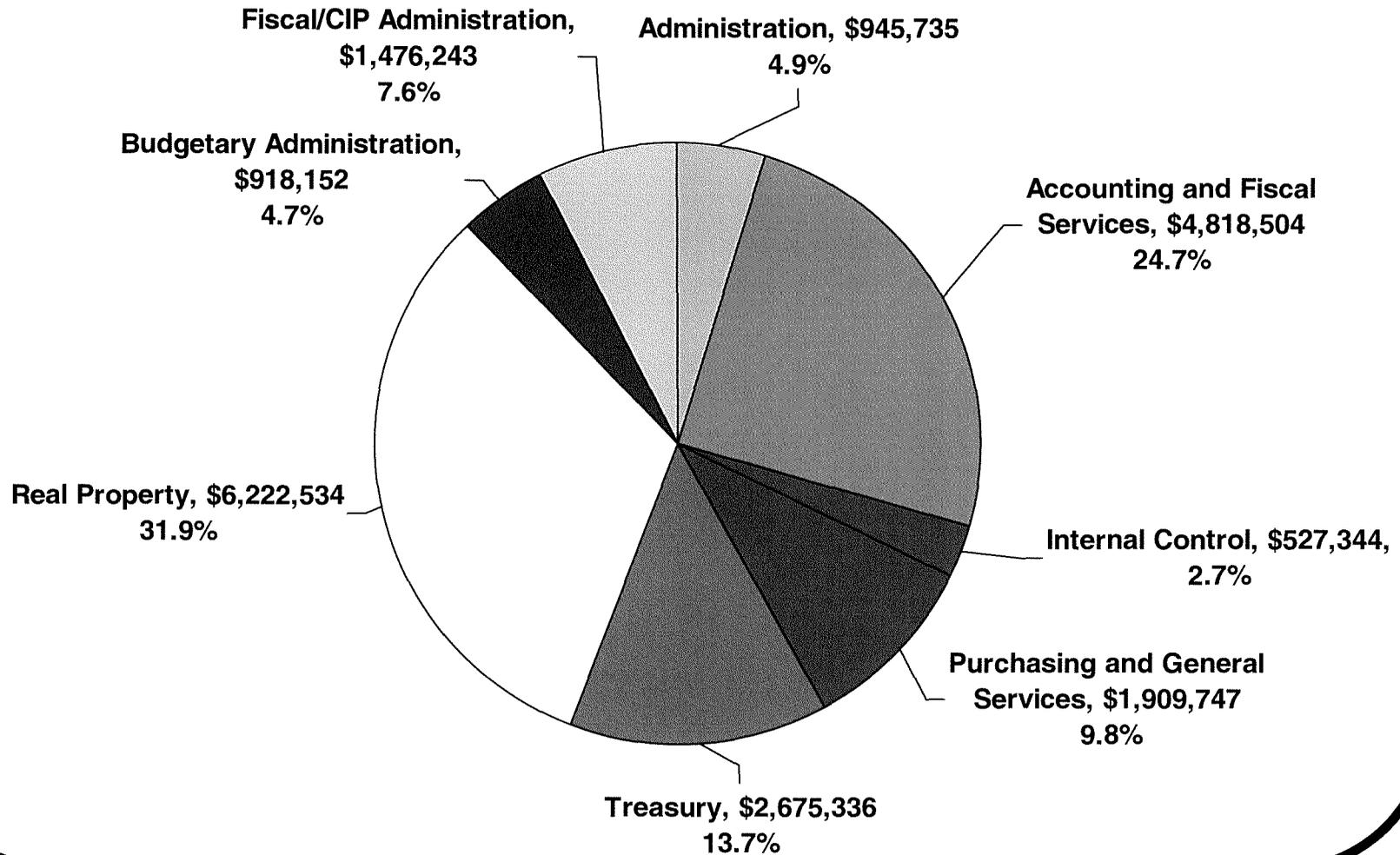
# BFS Key Expense Fluctuation

- Contractual restoration of the 5% reduction in pay and inclusion of the vacant position funding pg B-5.
- Real Property Assessment System conversion of building cost factors to National Cost Service and related consultant services - pg B-15.
- Transfer of salaries and current expenses funding for CDBG monitoring and compliance activity - \$820,004 federal funds - pg B-18.
- Biennial OPEB actuarial report. Required by generally accepted accounting principles pg B-8.

# BFS Budget as a Percent of the Operating Budget



# FY 2014 BFS Budget by Division



# BFS Budget Issues

- Budget Issue – \$152,388 – pg B-12
  - Conversion of 5 Sewer funded contract positions to permanent general funded positions - conduct and expedite environmental procurements required by the EPA consent decree.
  - Consent decree workload is a long term requirement.
  - Change will allow for greater workforce effectiveness through cross training opportunities.

# BFS Budget Issues

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- Budget Issue – \$300,000
  - Backfill positions for ERP system upgrade
    - Accounting (\$175,000) pg B-9,
    - Purchasing (\$100,000) pg B-12
    - Budgetary Administration (\$25,000) pg B-17.

# BFS Vacancies (All Funds)

	<b><u>Positions</u></b>
Vacant Positions as of 2/6/2013	65
Vacancy Cutback (unfunded)	(14)
Funded Vacancies	<u>51</u>

## Disposition of funded vacancies:

To be filled before July 1, 2013	(33)
To be filled in FY 2014	(18)

# BFS Revenues Responsible for Over \$1 Billion

Amounts in Millions

	<b>FY 2013</b>	<b>FY 2014</b>	<b>\$ Change</b>	<b>% Chg</b>
Real Property Tax	\$ 808.8	\$ 831.8	\$ 23.0	2.8%
Public Svc Co. Tax	\$ 51.8	\$ 53.6	\$ 1.8	3.5%
TAT	\$ 41.0	\$ 41.0	\$ -	0.0%
Franchise Tax	\$ 57.3	\$ 58.2	\$ 0.9	1.6%
Fuel Tax	\$ 51.0	\$ 66.8	\$ 15.8	31.0%

Operating Budget Book pg D-57

# BFS Capital Budget

1998602	<p>PROCUREMENT OF MAJOR EQUIPMENT Acquisition of major equipment for agencies/ departments to deliver services to the public in a timely and cost effective manner.</p>	21,465,302 E	<p>3,705,000 GI &amp; HI 4,395,900 GN &amp; HW 810,000 GC &amp; SV 1,065,800 BT 11,401,602 WF 87,000 HN</p>
1979110	<p>PROJECT ADJUSTMENTS ACCOUNT Funding for any project cost exceeding the estimate for land acquisition, planning, design, construction, inspection, other equipment, and relocation for projects included in the capital budget.</p>	3,000 X	<p>1,000 GI 1,000 HI 1,000 PP</p>

- Projects Adjustments Account – Bill 15 - Proviso 3 – Section 11

**Questions**

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**Thank You**