

***BIC Regular
Meeting of
May 15, 2024***

Agenda Item 6b



DBI Finance Update

Building Inspection Commission – May 15, 2024

FY 2024-25 & FY2025-26 MYR's Proposed Budget

- Expenditure Changes
 - *Salaries and Benefits* increased due to labor negotiations
 - *City Overhead* decreased
 - *City Grant Program* increased to make the reduction exactly 10%
 - *Services of Other Departments* costs decreased in year one and increased in year two
- Revenue Changes
 - *Interest Income* decreased due to lower cash reserves
 - *Service Charges* revenue decreased due to fee legislation adoption timing
 - *General Fund Support* decreased to match *City Grant Program* expenditure
 - *Use of Reserves* increased to balance the budget

Budget Changes from Department Submission

		FY 2024-25 Department Submission	FY 2024-25 Mayor Proposed	Change	FY 2025-26 Department Submission	FY 2025-26 Mayor Proposed	Change
<input checked="" type="checkbox"/> Expenditure	Salaries	43,091,130	43,530,228	439,098	45,396,660	45,672,419	275,759
	Benefits	17,524,081	17,634,273	110,192	18,306,248	18,570,764	264,516
	City Overhead	1,349,630	457,525	(892,105)	1,349,630	457,525	(892,105)
	Professional Services and Licenses	3,773,000	3,773,000	-	3,773,000	3,773,000	-
	City Grant Program	4,290,000	4,320,000	30,000	4,290,000	4,320,000	30,000
	Supplies	462,000	462,000	-	462,000	462,000	-
	Services of Other Departments	18,017,651	17,521,517	(496,134)	17,899,978	18,331,716	431,738
	Continuing Projects	(1,745,432)	(1,745,432)	-	-	-	-
	Continuing Projects	1,795,432	1,795,432	-	50,000	50,000	-
Expenditure Total		88,557,492	87,748,543	(808,949)	91,527,516	91,637,424	109,908
<input checked="" type="checkbox"/> Revenue	Apartment/Hotel License Fees	12,083,145	12,083,145	-	12,083,145	12,083,145	-
	Fines and Penalties	650,000	650,000	-	650,000	650,000	-
	Interest Income	1,922,127	1,820,035	(102,092)	1,922,127	1,813,246	(108,881)
	Service Charges	49,910,694	48,877,361	(1,033,333)	61,875,316	61,875,316	-
	Peer Review Reimbursement	1,250,000	1,250,000	-	1,250,000	1,250,000	-
	Payments from Other Departments	162,329	162,329	-	162,329	162,329	-
	General Fund Support	4,590,000	4,320,000	(270,000)	4,590,000	4,320,000	(270,000)
	Use of Reserves	17,989,197	18,585,673	596,476	8,994,599	9,483,388	488,789
Revenue Total		88,557,492	87,748,543	(808,949)	91,527,516	91,637,424	109,908

Fiscal Year 23-24 Finance Update

- 83% of the fiscal year has elapsed
- Year-end projections:
 - Operating revenue: \$58.8M collected of \$63.1M budget, \$4.4M shortfall
 - Operating expenditures: \$87M spent of \$92M budget, \$5M surplus
 - Net operating income: \$600,000
- The net projected \$600,000 surplus will be added to the department's reserves at the end of the year.

Fiscal Year 23-24 Revenue

Category	Budget	YTD Actuals	YTD %	Projected	Projected Surplus / (Deficit)
Service Charges	47,057,008	37,454,801	80%	43,625,108	(3,431,900)
Payments from Other Departments	214,053	112,898	53%	214,053	-
Interest Income	1,922,127	1,244,897	65%	1,922,127	-
Apartment/Hotel License Fees	7,718,319	7,902,081	102%	7,718,319	-
Peer Review Reimbursement	1,250,000	224,211	18%	250,000	(1,000,000)
General Fund Support	5,100,000	5,100,000	100%	5,100,000	-
Operating Total	63,261,507	52,038,888	82%	58,829,607	(4,431,900)
Special Revenue	-	113,629			
Use of Reserves	22,852,067	-			
Sources Total	86,113,574	52,152,517			

Fiscal Year 23-24 Expenditure

Category	Budget	YTD Actuals	YTD %	Projected	Projected Surplus / (Deficit)
Salaries	41,372,210	32,036,228	77%	41,690,011	(317,801)
Benefits	16,798,842	13,408,579	80%	16,962,558	(163,716)
City Overhead	1,352,456	1,352,456	100%	1,352,456	-
Professional Services and Licenses	8,482,466	2,255,876	27%	3,109,509	5,372,957
Supplies	521,962	140,573	27%	421,962	100,000
City Grant Program	5,123,095	1,965,765	38%	5,123,095	-
Services Of Other Depts	18,308,027	10,742,503	59%	18,308,027	-
Operating Total	91,959,059	61,901,979	67%	86,967,618	4,991,441
Special Expenditures	10,830,865	237,949			
BOS Addbacks	202,092	66,394			
Uses Total	102,992,015	62,206,322			

Fiscal Year 23-24 Permit Volume and Valuation

- Year-to-date total number of permits is 8% higher than last year
- Year-to-date total valuation is 6% lower than last year

Permit valuation	Values			
	FY23 Permits	FY24 Permits	FY23 Valuation	FY24 Valuation
\$0 - 2,000	2,675	2,971	1,169,096	1,326,587
\$2,001 - 50,000	10,657	11,472	198,535,509	217,520,818
\$50,001 - 200,000	2,690	2,928	270,707,683	288,673,525
\$200,001 - 500,000	644	658	207,820,176	211,404,073
\$500,001 - 1,000,000	243	247	179,774,130	178,096,064
\$1,000,001 - 5,000,000	173	179	352,021,221	346,009,909
\$5,000,001 - 50,000,000	24	21	306,182,871	364,412,636
\$50,000,001 - 100,000,000	3	5	227,400,000	326,134,228
\$100,000,001-200,000,000	2	-	308,000,000	-
\$200,000,001+	-	-	-	-
Grand Total	17,111	18,481	2,051,610,686	1,933,577,841



THANK YOU