

City Services Reductions

City services provided to GRU - reduced or eliminated with new Authority



GRU AND GENERAL GOVERNMENT FINANCIAL ASSOCIATIONS

GSC	Government Services Contribution (formerly, general fund transfer): payment to General Government
Direct Payments	IT, city attorney, Workday licenses, surplus sales, fleet (numerous), warehouse, insurance (claims, office budget), pension obligation bonds/liabilities, storm water and refuse fees, county streetlights, broadband, desk phones
Cost Allocation Plan	City Commission, HR, city attorney, risk management, city clerk, city auditor, payroll, broadcast, equity and inclusion, Workday implementation
Shared Contracts/Agreements	Security, document storage, recording fees, CDL training, dark fiber, lobbyists, Sweetwater Wetlands, diesel tax refund, construction manager at risk, engineering and general services, CADET program, temporary personnel services, CWA labor agreement, software, connect free
Pass Through	GRU collects taxes and fees allowed by law on behalf of other governmental entities, including the City of Gainesville, Alachua County, Newberry, High Springs and City of Alachua

- New Authority installed in October 2023
- Authority approved GRU work plan to address services provided to/from City General Government and GRU in February
- Numerous services provided by City to GRU are continuing
- Some services have been greatly reduced or stopped
- Significantly modified services identified & recommend stopping payment immediately
- Additional SLAs/MOUs and arrangements will be discussed in February and March consistent with the work plan

Proposed Service Deductions

COST OF SERVICES NOT PROVIDED

The city does not provide the following services to GRU. These services should be immediately discontinued and deducted from monthly Full Cost Allocation Plan (FCAP) payments.

Description	Total Expense	% Utilized	Amount Utilized	Reduction to FCAP
City Commission	\$212,750	0%	-	\$212,750
City Clerk's Office	\$652,353	25%	\$163,008	\$489,265
City Auditor	\$352,001	25%	\$88,000	\$264,001
Broadcast Services	\$95,268	5%	\$4,763	\$90,505
Equal Opportunity	\$488,414	20%	\$97,683	\$390,731
Total	\$2,050,786		\$405,723	\$1,447,252

City Commission: GRU's CEO/GM reports to the GRU Authority.

Clerk's Office: GRU staff has assumed all clerking responsibilities at Authority meetings; clerk's office continues to provide software and limited support.

City Auditor: The Authority voted to discontinue use of the city auditor's services.

Broadcast Services: GRU staff streams and archives Authority meetings through its YouTube channel.

Equal Opportunity: GRU has discontinued many of these services and most EO services will be internal.

Recommendation

- Reduce the FCAP starting February 2024
 - Reduce FCAP by \$180,906 per month for remainder of FY24
 - This will reduce costs on services no longer provided
 - GRU will provide essential services internally at a reduced cost
- Continue to evaluate all services and make recommendations for FY25 budget
 - In February/March, staff will present recommendations
 - GRU will provide essential services internally at a reduced cost or increased value