

SPECIAL REVENUE FUNDS

POLICE FORFEITURE FUND

GENERAL INFORMATION:

Under guidelines from the U.S. Department of Justice and provisions of the State Code of Iowa, the City of Muscatine Police Department may receive proceeds from seized and forfeited money and property. Various procedures are required to be followed before a determination is made as to whether the proceeds from the seized property are awarded to the various law enforcement agencies. Additionally, if more than one law enforcement agency is involved in the seizure of property, proceeds are distributed to each agency involved on a percentage basis.

Local law enforcement agencies are specifically required to use these funds to supplement and not supplant the existing funding for law enforcement activities. In effect, these funds are required to be used for purchases outside the department's operating budget and may not be used to fund purchases included in the police department's annual budget.

This fund was established as a budgeted fund for the first time in fiscal year 1995/96 at the recommendation of the City's auditors in order to comply with provisions in the State Code of Iowa.

CURRENT TRENDS AND ISSUES:

Forfeiture fund revenues are estimated at \$47,600 for 2012/2013 with expenditures estimated at \$23,000. The 2012/2013 expenditures include \$12,500 for the purchase of a used vehicle. The 2013/2014 budget includes \$5,000 of forfeiture fund revenues and \$5,000 of expenditures. The actual expenditures, however, will be dependent on the amount of funds received from seized and forfeited property.

Police Forfeitures Fund

Fund Statement

	<u>Actual 2010/2011</u>	<u>Actual 2011/2012</u>	<u>Budget 2012/2013</u>	<u>Revised Estimate 2012/2013</u>	<u>Budget 2013/2014</u>	
Beginning Balance, July 1	\$ 10,606	\$ 7,174	\$ 2,174	\$ 2,778	\$ 27,378	
Revenues						
Forfeiture Funds	\$ 501	\$ 0	\$ 5,000	\$ 47,600	\$ 5,000	(1)
Interest	<u>17</u>	<u>5</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Total Revenues	<u>\$ 518</u>	<u>\$ 5</u>	<u>\$ 5,000</u>	<u>\$ 47,600</u>	<u>\$ 5,000</u>	
Funds Available	\$ 11,124	\$ 7,179	\$ 7,174	\$ 50,378	\$ 32,378	
Expenditures	<u>3,950</u>	<u>4,401</u>	<u>5,000</u>	<u>23,000</u>	<u>5,000</u>	(1)
Ending Balance, June 30	<u><u>\$ 7,174</u></u>	<u><u>\$ 2,778</u></u>	<u><u>\$ 2,174</u></u>	<u><u>\$ 27,378</u></u>	<u><u>\$ 27,378</u></u>	

Increase (Decrease) in						
Fund Balance	\$ (3,432)	\$ (4,396)	\$ 0	\$ 24,600	\$ 0	

1. Amounts for 2013/2014 reflect an estimated amount for forfeitures and expenditures. Actual amounts expended will be based on forfeiture funds received.