

First Proposed Balanced Budget

Presented by Doug Selby, City Manager
and Laura Wills City Comptroller

April 14, 2016

City Budget Background

- Property taxes vs. usage fees and fees for services provided
- Operating funds:
 - General fund
 - Landfill fund
 - Refuse collection fund
 - Power utility fund
 - Water fund
 - Sewer fund

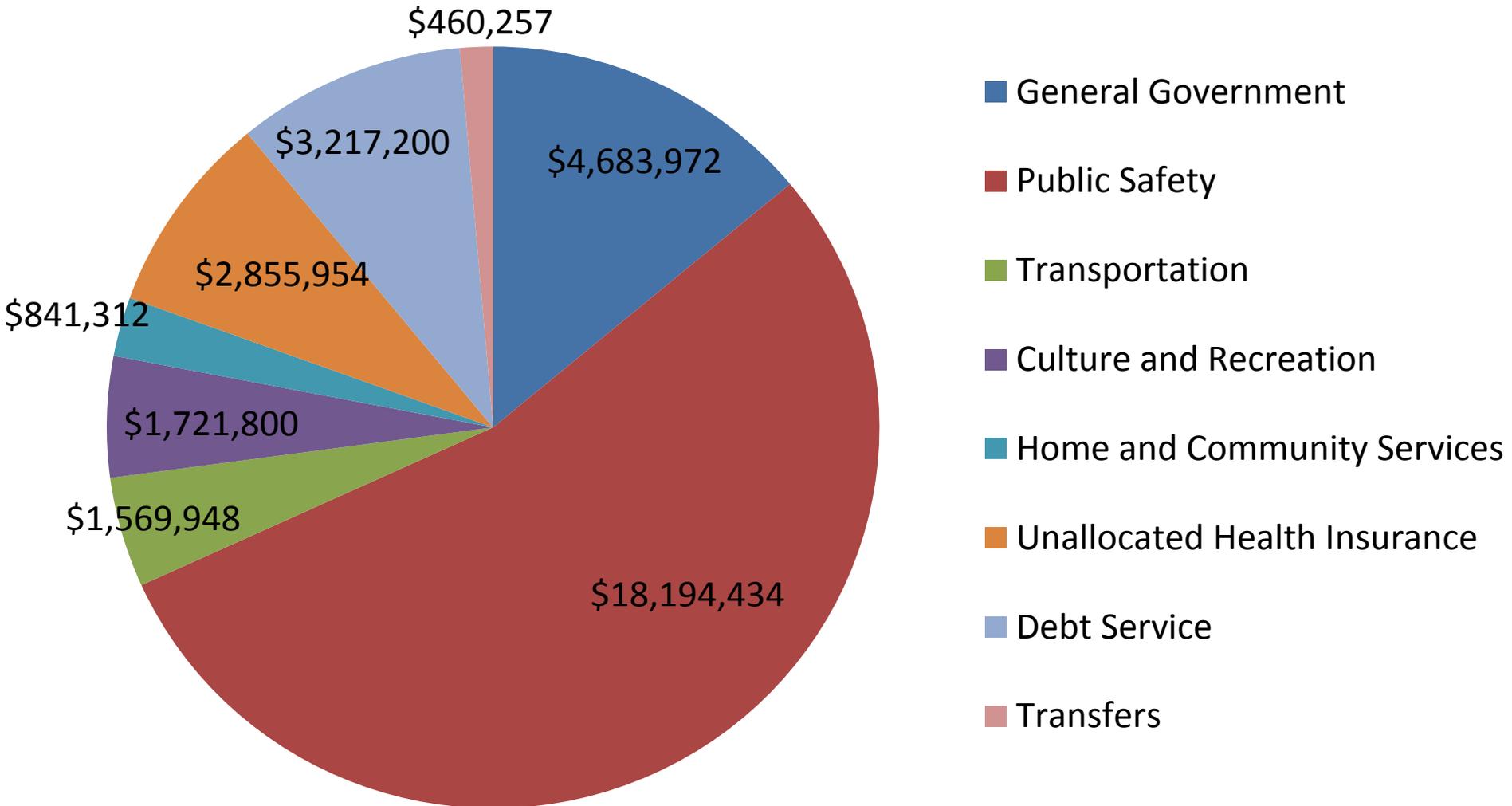
Budget Preparation

- Department heads receive budget packets
- Department heads return budget packets
- Comptroller compiles unbalanced budget
- Department head, Comptroller and City Manager meet on departmental requests
- Comptroller and City Manager in conjunction with Department Heads propose a balanced budget

Total Budgets

	2015 Actual	2016 Budget	% Change	2017 Proposed	% Change
General	\$ 34,407,895	\$ 33,900,052	-1.5%	\$ 33,544,878	-1.1%
Refuse Collection	\$ 1,105,794	\$ 1,162,913	4.9%	\$ 1,156,000	-0.6%
Water	\$ 4,218,844	\$ 4,624,587	8.8%	\$ 4,544,000	-1.8%
Sewer	\$ 7,370,983	\$ 7,597,000	3.0%	\$ 7,809,000	2.7%
Total Governmental Budgets	\$ 47,103,516	\$ 47,284,552	0.4%	\$ 47,053,878	-0.5%
Landfill*	\$ 3,243,994	\$ 4,184,046	22.5%	\$ 4,289,810	2.5%
Power Utility	\$ 1,094,684	\$ 2,114,028	48.2%	\$ 1,981,583	-6.7%
Total Enterprise Budgets	\$ 4,338,679	\$ 6,298,074	31.1%	\$ 6,271,393	-0.4%

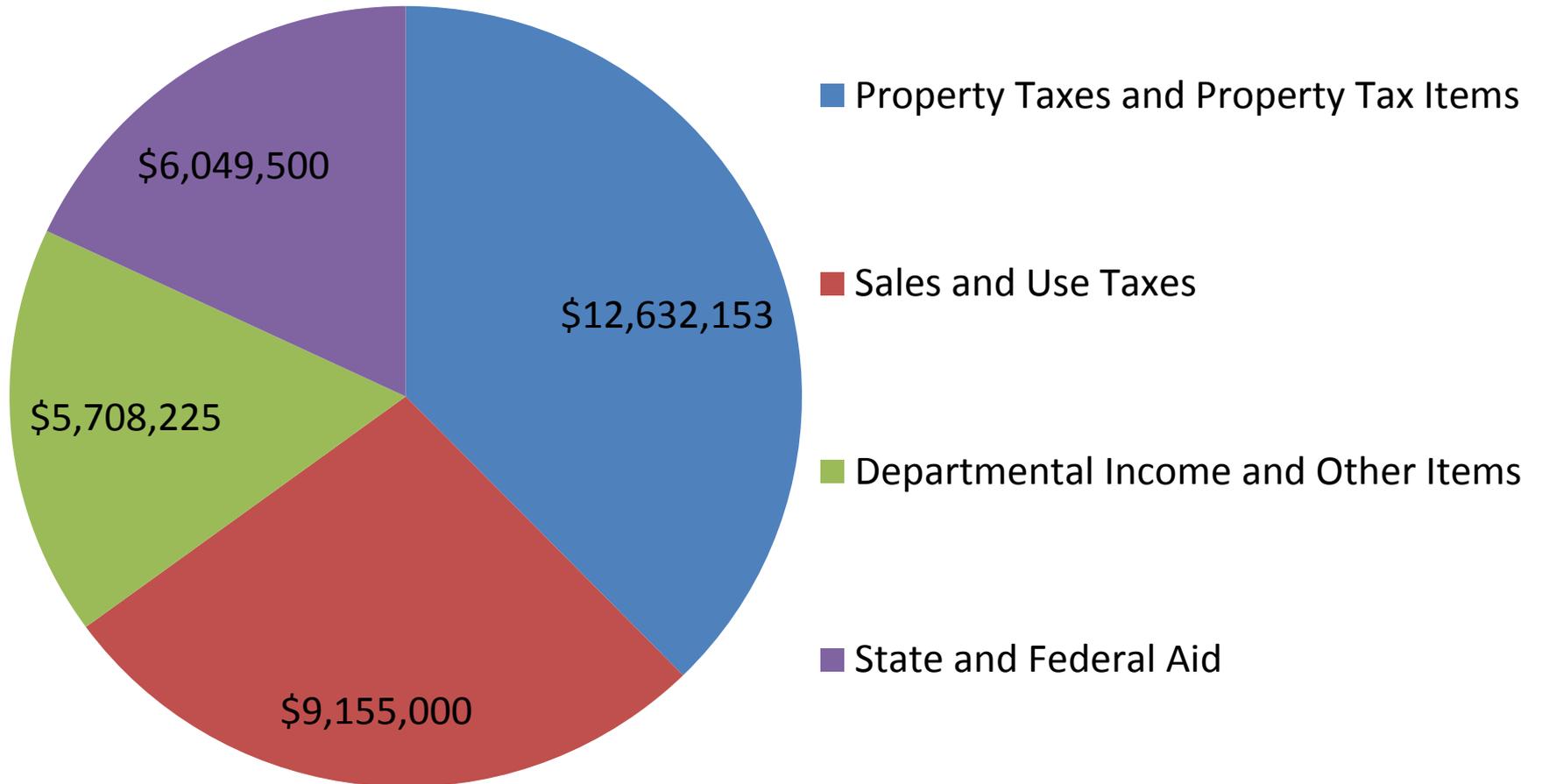
General Fund Budgeted Expenditures



General Fund Year over Year Changes

- Expenditure
 - Salaries, wages, FICA and worker's comp increase \$252,000
 - Retirement decreased \$331,000
 - Health insurance increase \$337,000
 - Removal of refuse collection from the general fund \$690,000
 - Increase in transfer to LFGE \$119,000
 - Debt repayments increase \$192,000

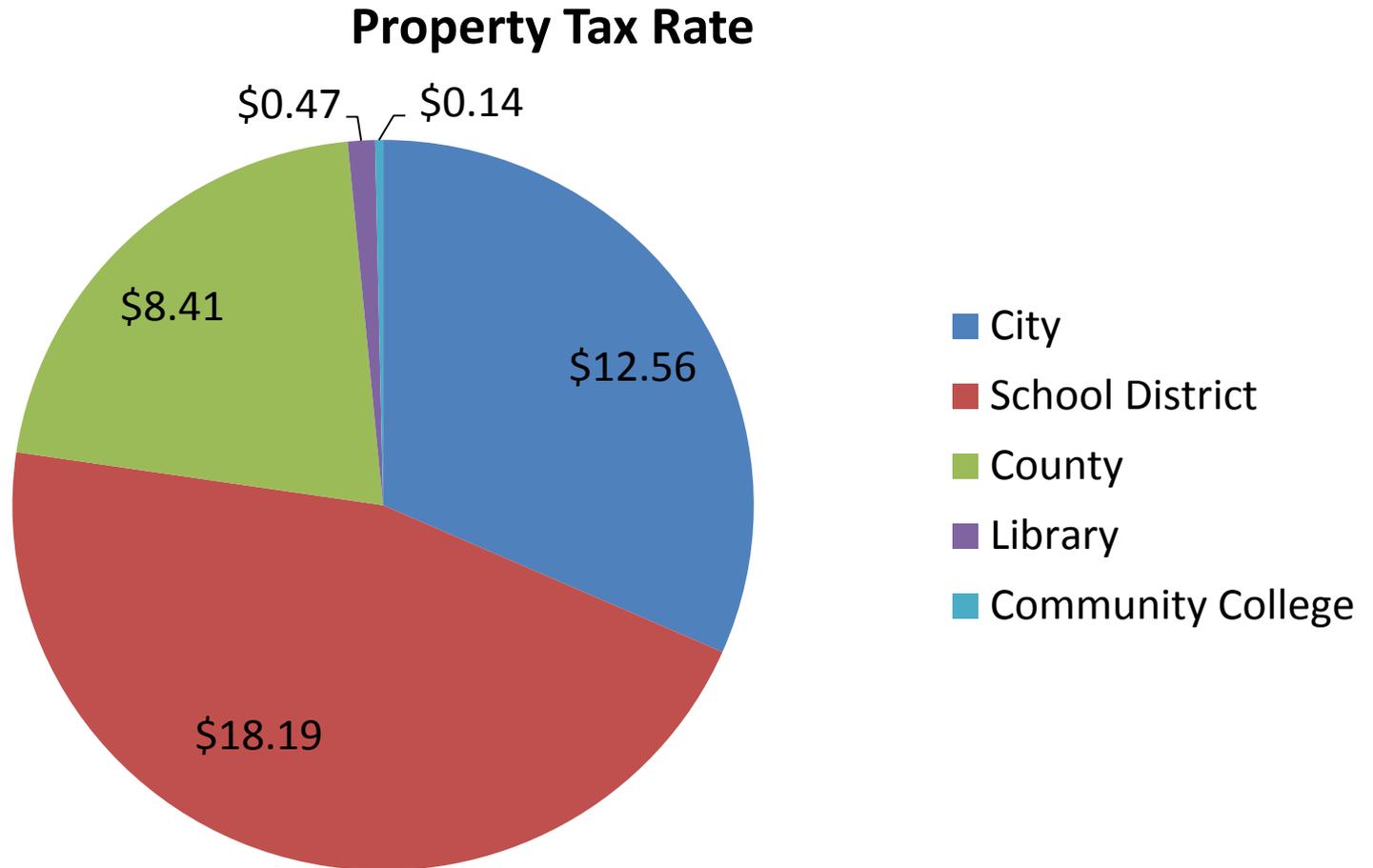
General Fund Budgeted Revenues



General Fund Year over Year Changes

- Revenue:
 - Property tax decrease \$100,000
 - Sales tax decrease \$350,000
 - Parking revenue increase to \$1 per hour \$80,000
 - Re-establish Casey Park revenues \$80,000
 - No increase in general state aid

Property Taxes in the City (\$1 per \$1,000 assessed value)



General Fund Year Comparison to Five Year Plan

- Differences:
 - Health insurance trend greater than historical and expected
 - Sales tax decrease larger than previously projected
- Options

Landfill, Refuse Collection, Water and Sewer Funds

- Landfill – balanced based on projected revenues set to cover expenses
 - 1.9% budget increase
- Refuse collection – balanced based on charges set to cover expected expenditures
 - .9% budget decrease
- Water and Sewer – Rate study being conducted to determine rates to balance budget
 - Water budget decrease 1.8%
 - Sewer budget increase 2.7%
 - 1.8% of increase due to increase in debt service

Refuse Collection Fees

1 Unit	\$	120
2 Units	\$	235
3 Units	\$	339
4 Units	\$	432
5 Units	\$	516
6+ Units	\$	592
Commercial Large	\$	295
Commercial Small	\$	186

Refuse Collection Fees

- Effect on a \$100,000 household
 - Decrease of approximately \$10-\$12 in property taxes
 - Fee of \$120 to maintain refuse collection services for single unit
 - Private sector approximates \$240-\$300
 - Net impact of \$108-110 (8-9%)

Power Utility Fund

	Mill St. Dam	LFGE	N. Division St.
Revenues	250,000.00	590,000.00	46,083.33
Operating Expenses	<u>(104,637.60)</u>	<u>(579,945.73)</u>	<u>(102,500.00)</u>
Operating Income (Loss)	145,362.40	10,054.27	(56,416.67)
Debt Obligations	<u>(116,000.00)</u>	<u>(276,431.60)</u>	<u>(192,458.40)</u>
Net Income (Loss)	<u>29,362.40</u>	<u>(266,377.33)</u>	<u>(248,875.07)</u>