

2019 Preliminary* (Working Document) Budget/Levy

LEVY SUMMARY:

GENERAL FUND LEVY:	\$10,136,869 - \$9,395,242 (2018).	Increase of \$741,627 (increase 7.89%)
EDA LEVY:	\$101,663 - \$103,981 (2018).	Decrease of \$2,318
DEBT SERVICE LEVY:	\$1,994,072 - \$1,875,172 (2018).	Increase of \$118,900 (increase 6.34%)
TOTAL LEVY:	\$12,232,604 - \$11,374,395 (2018).	Increase of \$858,209 (increase 7.54%*)

*A 1% Levy Decrease to 6.54% = approximately a \$114,000 Budget Reduction

TAXABLE VALUE: **\$24,888,422**** - \$22,953,761 (2018) **Increase of \$1,934,661 (increase 8.43%)**
 **Estimate. TIF values not finalized.

Estimated tax capacity rate of 41.722% (41.730% in 2018)
 (Fiscal Disparity numbers have not been received from County).

LEVY BREAKDOWN:

General Levy:

General Fund: Levy Increase of \$741,627

A. Contributing Factors of Increase:

1. Personnel – Wages & Benefits (\$689,540 increase):

a. 2.75% COLA January 1, 2019

- CPI (4/1/17-4/1/18): 1.8%
- 24 City/County Average Proposed for 2019: 2.69%

b. Health Insurance Rate Increase of 12.7% employer paid: \$55,398 (current employees)

- \$653,922 Health Insurance Costs for Current Employees for 2019
- \$598,524 Adopted 2018 Budget

c. NEW Personnel Requests/Additional Hours: \$319,219 – Wages & Benefits

1. FT Patrol Officer
2. FT Patrol Officer
3. FT Firefighter/Inspector
4. FT Street Maintenance Worker
5. PT Recreation Specialist (net of Recreation Program Intern & Summer Park Intern)
6. FT Engineering Administrative Assistant from 20 hours week to 40 hours week

- d. Possible Special Election: \$17,500
 - e. Police & Fire Pera Rate Increase (from 16.20% to 16.95%): \$18,500
 - f. Worker’s Compensation Increase: \$20,620 (current employees)
 - g. Police Overtime Increase: \$25,000 (based on past history)
2. Supplies: \$131,020 Increase
Contributing Factors of Increase:
- a. Uniform & Supplies 2 new patrol officers: \$16,000
 - b. Asphalt: Patching for trail maintenance (long-term plan): \$50,000
 - Fund by Capital Maintenance Fund \$590,000 Fund Balance
 - c. Small Tools: for 32 taser replacements: \$24,400
 - d. Salt: Increase of \$21,600

-EDA Levy:

EDA Fund: Levy Decrease of \$2,318

- 1. Correlate Commission pay with actual

-Debt Levy: Levy Increase of \$118,900

A. Contributing Factors of Increase:

- 1. 2018 Road Funding Debt
- 2. Fire Station #2 debt is decreased by \$75,000 from remaining debt levy property tax dollars collected from Fire Station #1 issue.

3. Debt Summary:

2013 Capital Equipment Certificates(2023 Last Year)	77,267	
2014 Capital Equipment Certificates (2024 last year)	100,853	
2015 Road Improvement Debt (2025 last year)	114,248	
Muni Center (2031 last Year)	1,136,613	
Fire Station #2 (2033 last year)	205,678	*
2016 Road Improvement Debt (2026 last year)	155,017	
2017 Road Improvement Debt (2027 last year)	93,195	
2018 Road Improvement Debt (2028 last year)	111,201	
Total Bonded Debt Levied	\$1,994,072	

*Net of \$75,000 from fire station #1 Debt Levy proceeds

LEVY OPTIONS:

<u>Option</u>	Description	Levy	\$ Increase	% Increase
1	All Requests	\$12,232,604	\$ 858,209	7.55%
2	50% Road Debt Funded via PIR Fund	\$11,995,773	\$ 621,378	5.46%
3	All Request less 1 Police Officer & 50% Road Debt Via PIR Fund	\$11,906,550	\$ 532,155	4.68%
4	No New Positions-No Road Debt Reduced	\$11,895,385	\$ 520,990	4.58%

GENERAL FUND BUDGET:

Proposed Budget: \$13,003,219 (\$12,123,284 in 2018) **Increase of \$879,935** (increase 7.26%)

Major Changes from 2018 Adopted Budget:

Revenue:

- Property tax: \$10,091,869 (\$9,400,242 in 2018) **Increase of \$691,627**
- LGA: \$0
- Permit Revenue: Increase of \$19,550
- Charges for Services: \$703,600 (\$710,244 in 2018) **Decrease of \$6,644**
- Interest on Investments: \$90,000 (\$70,000 in 2018) **Increase of \$20,000**
Interest rates are rising
- Transfers In: \$1,132,450 (\$970,598 in 2018) **Increase of \$161,852**
 - Increase Capital Equipment Purchases: \$148,940 to a total of \$824,450. Funding: \$87,000 Fleet Vehicle Fund & \$737,450 from Equipment Revolving Fund

Expenditures:

- Cola – 2.75% For Everyone + Steps (if available) . CPI: 1.8%
- Single Dental for all full-time employees
- Health Insurance: -12.7% increase for each employer paid plan.
- Capital Equipment: 90% Funded from Equipment Revolving Fund & 10% from Fleet Vehicle Fund
Equipment Fund Est Balance after 2019 Requests: \$309,000

GENERAL FUND BUDGET CONTINUED:

Departmental Budget Changes:

Note: All departments with staff have increases in personnel costs due to COLA, Steps & Health Ins

-City Council (111) – (\$18,376) Decrease:

(\$16,000) – No Bi-Annual Resident Survey – next year of survey will be in 2020

-Administration (130) – (\$118,473) Decrease:

Economic Development Manager & Administrative Asst. moved to Community Development

-Elections (141) – (\$12,547) Decrease:

Non-Election Year for regular elections

Possible Special Election: \$17,500

-Finance (153) – \$18,848 Increase:

COLA, Steps & Health Insurance

-Community Development (191) - \$164,548 Increase:

Economic Development Manager & Administrative Asst. moved from Administration

-Data Processing (192) – \$203,001 Increase:

\$200,000 for Server Virtualization: Capital Equipment

-Government Buildings (194) – \$71,298 Increase:

\$58,000: Replace 2 Admin Vehicles

-Police (211): \$442,774 Increase

\$89,223 FT Patrol Officer including uniform & training

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\$17,000 Pera Rate Change (16.20 to 16.95%)

\$25,000 Overtime Increase based on current history

\$24,400 - 32 Taser Replacements

-Fire (220): \$34,195 Increase

\$90,553 FT Firefighter/Inspector

(\$80,000) Decrease in capital equipment purchases, but still have the following requests:

\$45,000 Fire Prevention Vehicle

\$30,000 Thermal Imaging Camera

\$15,000 Bullex Attack Training Prop

\$50,000 Extrication Tools

GENERAL FUND BUDGET CONTINUED:

Departmental Budget Changes Continued:

-Building (240): \$61,574 Increase

\$78,500 Replace 3 Building Inspection Vehicles

-Traffic Engineering (260): (\$44,658) Decrease

\$39,000 was budgeted in 2018 for Programmable Message Board

-Engineering (301): \$28,206 Increase:

\$15,090 Current PT Engr Administrative Assistant from 20 to 40 hours/week July 1

\$31,500 Replace Engineering Vehicle

-Public Works (311): \$13,590 Increase:

\$57,378 FT PW Maintenance Worker (Start March 1)

(\$64,020) decrease in capital equipment purchases but still includes: \$139,000 Sidewalk Machine & \$40,250 for General Fund Share of Tractor/Backhoe

-Snow & Ice (312): \$17,192 Increase:

\$21,600 Salt increase to bring back to level prior to 2017 when had excess

-Park & Rec (452): \$55,933 Increase:

\$26,724 P.T. Recreation Coordinator

(\$30,974) Temp Rec Program Intern & Summer Park Intern

\$4,052 Reclass Park Maintenance Worker to Park Lead

\$50,000: Asphalt to maintain trails per long-term cost estimate (Cap Maint Fund Funded)

\$66,200: Chipper-\$33,800 & 3-zero-turn mowers-\$32,400

-Community Programs: \$5,000 Increase:

\$5,000 Increased donation to \$10,000 for Alexandra House (Original request: \$20,000)

-Contingency (892): (\$45,082) Decrease:

\$32,000 had been held aside in 2018 for special election & offset city clerk hours

\$13,000 reduction in Muni Loan. Repaid sewer fund in 2018