



# FY 15-16 Tentative Budget Adoption

May 19, 2015



# Actions to Date

- **Operating Budget**
  - **January-February, 2015** - Department budget preparation
  - **February, 2015** - City Manager review
  - **April 9, 2015** - BFO Subcommittee
  - **April 28, 2015** - City Council Budget Retreat
  - **May 19, 2015** - Tentative Budget Adoption
- **Capital Budget**
  - **December 2014-February, 2015** – Department budget preparation
  - **January, 2015** - City Manager review
  - **February 9, 2015** – BFO Subcommittee
  - **May 19, 2015** - Tentative Budget Adoption

# City Priorities

- Economic Sustainability
- Transportation
- Public Safety
- Quality of Life
- Quality Municipal Services

# City Council 2015 Strategic Objectives

- Community Building
- Programs
- Infrastructure
- Policy Role
- Financial
- Good Government

# Fiscal Year 2015-16 Highlights

- Maintains current level of external services in all departments but Police where it increases service levels
- Budgets a 3% increase in wages
- Reduces Primary and Secondary Property Tax Rates
- No increase in sales tax rate
- Suspends the Non-Profit funding program
- Fund a new recycling program
- Fully funds Five Year CIP
- Creates an interfund loan for the purchase of a fire ladder truck
- Balances the Budget

# FY15-16 Operating Budget Overview

- Zero-based budget, every line item was first reviewed by the City Manager and Finance Director, then the BFO, and then the Mayor and Council
- Current General Fund anticipated revenues exceeds proposed expenditures by \$12,000 (includes contingency request)
- Eliminates General Fund operating deficit (balanced budget)
- Construction sales tax split revised from 50/50 to 80/20

# FY15-16 Operating Budget Overview

- Includes revisions to the following budget expenditures after the City Council Retreat:
  - Fire & Police Departments: Includes changes to salary and benefits per the MOUs adopted on May 5, 2015
  - Allocated \$22,500 from General Government CIP to General Fund for Fire Department repairs & maintenance

# Overview

<b>Tentative FY15-16 Budget</b>	<b>Total (in Millions)</b>
Operating Budget Expenditures	\$51.29
Capital Projects Budget Expenditures	<u>62.54</u>
<b>Total FY15-16 Budget Expenditures</b>	<b>\$113.83</b>



# Overview

<b>FY15-16 Operating Budget</b>	<b>Total (in Millions)</b>
General Fund	\$32.33
Highway User Revenue Fund (HURF)	1.75
Copper Sky Recreation Fund	4.95
Grants Fund	8.53
Debt Service Fund (G.O. Bonds)	<u>3.73</u>
<b>Total FY15-16 Budget Expenditures</b>	<b>\$51.29</b>

# Overview

<b>FY15-16 CIP Budget</b>	<b>Total (in Millions)</b>
General Governmental CIP	\$ 11.58
Grants CIP	28.25
Highway User Revenue Fund	6.17
Local Road Maintenance	0.30
County Road Tax	3.69
Transportation Impact Fee	10.88
Parks Impact Fee	0.14
Fire Impact Fee	<u>1.53</u>
<b>Total FY15-16 Budget Expenditures</b>	<b>\$ 62.54</b>

# General Fund Revenue Highlights

- Anticipates continued reduction in primary property tax revenues
- No increase in sales tax rate
- Increased state-shared revenue estimates

# Property Tax Levies

- Primary Levy: Neutral
  - Levy does NOT include 2% allowable levy increase
- Secondary Levy: Decreased to \$1.6973 for debt service requirements
- Rate & Levy Summary

	FY14-15 Rate	FY14-15 Levy	FY15-16 Rate	FY15-16 Levy
Primary	\$4.9842	\$10,333,323	\$4.7845	\$10,522,453
Secondary	<u>2.3560</u>	<u>4,945,428</u>	<u>1.6973</u>	<u>3,732,776</u>
Total	\$7.3402	\$15,278,751	\$6.4818	\$14,255,229

# General Fund Revenues and Expenditures Overview

Description	Amount
Anticipated Revenue FY15-16	\$ 32,338,871
Planned Expenditures FY15-16	\$ (31,826,765)
Balance	\$ 512,106
Contingency Fund	\$ (500,000)
FY15-16 Balance Including Contingency	\$ 12,106

# FY15-16 CIP Budget Overview

- Detailed project information provided in 5-Year CIP plan
- Clearly identified funding sources for FY15-16 projects including Police Department Substation, Public Works and Fire Fleet Maintenance Facility, AmTrak Station Relocation
- Appropriates SR347 Grade Separation Project if funded (\$25.0 million TIGER VII Grant)

# FY15-16 CIP Budget Overview

- Includes revisions to the following budget expenditures after the City Council Retreat:
  - Increases Local Road Maintenance Fund proposed expenditures for street maintenance to \$300,000.

# On the Horizon

- We must identify \$1.5 million to cover operating costs at Copper Sky
- We must build our infrastructure in order to foster Economic Development
- We must improve the level of service that we provide to our citizens



# Questions?

