



**Budget projection through fiscal year ending June 30, 2018**

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**GENERAL FUND BUDGET PROJECTION  
FISCAL YEAR ENDING JUNE 30, 2018**

**PROJECTION ASSUMPTIONS**

1. Projected based on the 2017 budget with the following assumptions.
2. Property tax revenue includes a general 2% increase in real property taxable value assumption. Personnel property tax revenue is affected by the exemptions from the personal property tax legislation that was passed in 2014. The combination of personal property tax revenue and reimbursements from the Local Community Stabilization Fund(LCSA) are projected to remain the same as originally budgeted for the 2017 fiscal year.
3. Revenue sharing is included in the projection at a 1% increase to \$1.919 million.
4. Interest income is expected to increase from \$100,000 to \$150,000 as interest rates are projected to continue increasing in late 2016 and into 2017.
5. Wage rates are included in the projection as agreed to by the City Council in collective bargaining agreements that have been settled and wage schedules adopted for non-union employees. The one union that has not settled a contract to date is included in the projection as if it follows the general pattern set by the other unions.
6. Retiree healthcare – the annual required contribution (ARC) for fiscal year 2017-18 was calculated at \$3.927 million. In June 2016, the City issued bonds to fund approximately 82% of its unfunded actuarially accrued liability (UAAL). Included in the projection is full funding of the normal cost portion of the ARC and 18% of the UAAL portion of the ARC for a total General Fund contribution of \$534,645. An additional \$100,000 is budgeted for future stabilization of actuarial changes or experience worst than actuarial assumptions.
7. Employee pensions – the projection includes full funding of the annual required contribution as calculated by the systems actuary in the amount of \$1.83 million, an decrease of \$15,000. The General Fund portion of the contribution is \$1.765 million, a \$9,000 decrease.
8. Health insurance – a 10.0% increase in cost is included. All groups now comply with hard cap limits in the state statute.
9. Full-time employment positions included in the projection level of 175.72 full-time equivalent employees, an increase from 172.95 included in the 2017 adopted budget.
10. The City subsidy to the Monroe Multi-Sports Complex is projected at the same level as the 2017 adopted budget of \$140,000.
11. Capital funding was projected to increase from the 2017 funding level. The amount included in the projection is \$950,000.
12. Other miscellaneous operating line item adjustments were made for inflation purposes, such as utilities.

**PROJECTION SUMMARY**

The budget adopted for the General Fund for the June 30, 2017 fiscal year budgeted expenditures in the amount of \$18,270,025 and expenditures were less than budgeted

revenue by \$44,749. The budget has been amended and will need additional amendments to account for the contribution of the OPEB bond proceeds to the Post-Retirement Healthcare Trust Fund. The projected budget column for 2016-17 takes these items into account.

The projection for the General Fund for the June 30, 2018 fiscal year projects expenditures of \$18,969,379. The expenditures exceed revenues by \$98,615. This projection was done for the purposes of planning and projecting, not for the creation of a budget. In general, the projection looks at rolling the current budget forward one year with known changes implemented, but the remaining items are held at the status quo. The deficit amount will need to be dealt with as a part of budget discussions that will occur in March and April 2017.

**GENERAL FUND BUDGET PROJECTION  
FISCAL YEAR ENDING JUNE 30, 2018**

	Actual 2014-15	Actual 2015-16	Projected Budget 2016-17	Projection 2017-18
<b>REVENUE</b>				
Property Taxes	\$ 13,490,016	\$ 14,101,321	\$ 13,706,348	\$ 13,953,456
Licenses and Permits	46,465	41,385	41,850	41,850
Federal and State Revenue	1,959,747	2,014,368	2,537,514	2,546,514
Charges for Services	1,710,140	1,982,379	2,005,097	1,990,335
Fines and Forfeitures	78,271	72,488	79,100	79,100
Investment Income	68,192	67,104	100,000	150,000
Rental Income	61,022	61,790	55,915	45,309
Other Revenue	395,192	68,982	64,200	64,200
Other Financing Sources	-	24,557,672	10,000	-
<b>TOTAL REVENUES</b>	\$ 17,809,045	\$ 42,967,489	\$ 18,600,024	\$ 18,870,764
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
City Council	\$ 107,514	\$ 125,351	\$ 132,662	\$ 132,628
City Manager	280,336	326,896	743,060	369,004
Communications, Culture, Promotion	-	67,675	160,263	122,752
Assessor	361,323	375,004	1,323,829	325,276
Attorney	139,048	139,778	145,912	145,912
Clerk-Treasurer	490,225	496,321	1,449,972	459,111
Finance	364,396	539,840	915,381	422,092
Human Resources	313,197	324,402	287,921	291,177
Engineering	339,122	336,790	732,143	299,985
City Hall Grounds	261,623	261,199	353,300	255,403
<b>TOTAL GENERAL GOVERNMENT</b>	2,656,784	2,993,256	6,244,443	2,823,340
<b>PUBLIC SAFETY</b>				
Public Safety - Police and Fire	9,284,053	9,377,234	23,884,754	8,540,604
Zoning/Code Enforcement	173,226	265,390	395,648	309,708
<b>TOTAL PUBLIC SAFETY</b>	9,457,279	9,642,624	24,280,402	8,850,312
<b>PUBLIC WORKS</b>				
	2,192,943	1,868,785	5,231,558	1,834,678
<b>COMMUNITY DEVELOPMENT</b>				
	246,832	234,443	875,359	194,582
<b>CULTURAL-RECREATION</b>				
Library	57,500	57,500	57,500	57,500
Social Services	140,000	140,000	140,000	140,000
Public Access TV	168,295	168,330	168,000	168,000
Parks and Recreation	1,431,102	1,896,830	3,090,976	1,848,215
<b>TOTAL CULTURAL-RECREATION</b>	1,796,897	2,262,660	3,456,476	2,213,715
<b>CONTINGENCIES</b>				
	-	-	96,500	150,000
<b>DEBT SERVICE</b>				
	186,155	202,369	1,806,300	1,804,959
<b>OTHER FINANCING USES</b>				
	970,023	1,390,741	1,113,500	1,097,793
<b>TOTAL EXPENDITURES</b>	\$ 17,506,913	\$ 18,594,878	\$ 43,104,538	\$ 18,969,379
<b>REVENUE OVER(UNDER) EXPENDITURES</b>	\$ 302,132	\$ 24,372,611	\$ (24,504,514)	\$ (98,615)
<b>BEGINNING FUND BALANCE</b>	\$ 3,790,216	\$ 4,092,348	\$ 28,464,959	\$ 3,960,445
<b>ESTIMATED ENDING FUND BALANCE</b>	\$ 4,092,348	\$ 28,464,959	\$ 3,960,445	\$ 3,861,830
<b>LESS UNSPENDABLE FUND BALANCE</b>	381,227	115,510	115,510	115,510
<b>LESS RESTRICTED FUND BALANCE</b>	-	24,505,610	-	-
<b>ADD BUDGET STABILIZATION FUND BALANCE</b>	2,000,000	2,000,000	2,000,000	2,000,000
<b>ESTIMATED UNASSIGNED FUND BALANCE</b>	\$ 5,711,121	\$ 5,843,839	\$ 5,844,935	\$ 5,746,320
<b>UNASSIGNED AS A PERCENTAGE OF EXPENDITURES</b>	32.62%	31.43%	13.56%	30.29%