



**Budget projection through fiscal year ending June 30, 2019**

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**GENERAL FUND BUDGET PROJECTION  
FISCAL YEAR ENDING JUNE 30, 2019**

**PROJECTION ASSUMPTIONS**

1. 2017-18 budget process completed for a two year period.
2. Property tax revenue includes a general 1% 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. Personal property tax revenue and personal property tax reimbursement revenue for 2019 is budgeted to be remain the same as 2018.
3. Interest income is expected to increase from \$150,000 to \$200,000 as interest rates are projected to continue increasing..
4. 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. No current collective bargaining agreements have been negotiated that include wage increases for the 2018-19 fiscal year.
5. Retiree healthcare – the actuarial determined contribution (ADC) for fiscal year 2017-18 was calculated at \$1.337 million. In June 2016, the City issued bonds to fund approximately 82% of its unfunded actuarially accrued liability (UAAL). The ADC increased more than expected due to changes in actuarial assumptions related to mortality. 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 \$627,206
6. Employee pensions – the projection includes a general fund contribution of \$1.729 million based on a total estimated City contribution of \$2.002 million.
7. Health insurance – a 5.0% increase in cost is included. All groups now comply with hard cap limits in the state statute.
8. Full-time employment positions included in the projection level of 180.98 full-time equivalent employees, an increase from 176.23 included in the 2017 adopted budget.
9. The City subsidy to the Monroe Multi-Sports Complex was projected at \$269,745. The facility was closed for ice operations in June 2017 and is in the process of being repurposed.
10. Capital funding was projected to be budgeted at approximately 1.0 mill of property taxes. The amount included in the projection is \$969,000.
11. 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, 2018 fiscal year budgeted expenditures in the amount of \$20,083,322 and expenditures were greater than budgeted revenue by \$152,827.

The projection for the General Fund for the June 30, 2019 fiscal year projects expenditures of \$20,400,434. The expenditures exceed revenues by \$77,717. This projection was done as a part of a two-year budget process as the June 30, 2018 budget was adopted. After adoption of the 2018 budget and the projection for 2019, the Multi-Sports Complex was closed and the subsidy related to that facility will not be completely used, which reduces the likelihood that the budgeted expenditures will actually exceed actual revenue.

**GENERAL FUND BUDGET PROJECTION  
FISCAL YEAR ENDING JUNE 30, 2019**

	Actual 2015-16	Actual 2016-17	Adopted Budget 2017-18	Projection 2018-19
<b>REVENUE</b>				
Property Taxes	\$ 14,101,321	\$ 13,673,602	\$ 14,865,913	\$ 15,132,341
Licenses and Permits	41,385	31,725	30,200	30,200
Federal and State Revenue	2,014,368	3,259,240	2,665,922	2,704,362
Charges for Services	1,982,379	1,844,926	1,962,492	1,987,406
Fines and Forfeitures	72,488	69,882	80,000	80,000
Investment Income	67,104	101,792	150,000	200,000
Rental Income	61,790	56,100	45,268	47,708
Other Revenue	68,982	106,391	120,700	120,700
Other Financing Sources	24,557,672	10,000	10,000	20,000
<b>TOTAL REVENUES</b>	\$ 42,967,489	\$ 19,153,658	\$ 19,930,495	\$ 20,322,717
<b>EXPENDITURES</b>				
<b>GENERAL GOVERNMENT</b>				
City Council	\$ 125,351	\$ 122,828	\$ 122,889	\$ 122,425
City Manager	326,896	748,851	469,043	491,018
Communications, Culture, Promotion	67,675	143,202	143,624	131,904
Assessor	375,004	1,321,516	329,580	350,799
Attorney	139,778	209,688	146,722	146,435
Clerk-Treasurer	496,321	1,421,661	466,826	502,753
Finance	539,840	912,378	424,004	446,502
Human Resources	324,402	264,022	284,782	293,702
Engineering	336,790	554,883	196,393	269,103
City Hall Grounds	261,199	341,355	250,829	257,710
<b>TOTAL GENERAL GOVERNMENT</b>	2,993,256	6,040,384	2,834,692	3,012,351
<b>PUBLIC SAFETY</b>				
Public Safety - Police and Fire	9,377,234	23,687,653	8,595,245	8,520,953
Zoning/Code Enforcement	265,390	251,160	312,656	323,113
<b>TOTAL PUBLIC SAFETY</b>	9,642,624	23,938,813	8,907,901	8,844,066
<b>PUBLIC WORKS</b>				
	1,868,785	5,287,324	2,220,707	2,342,139
<b>COMMUNITY DEVELOPMENT</b>				
	234,443	1,204,971	262,532	196,395
<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	168,330	167,852	167,000	167,000
Parks and Recreation	1,896,830	2,957,907	2,001,733	2,023,355
<b>TOTAL CULTURAL-RECREATION</b>	2,262,660	3,323,259	2,366,233	2,387,855
<b>CONTINGENCIES</b>				
	-	-	180,000	252,000
<b>DEBT SERVICE</b>				
	202,369	1,891,505	1,801,500	1,891,836
<b>OTHER FINANCING USES</b>				
	1,390,741	1,842,501	1,509,757	1,473,792
<b>TOTAL EXPENDITURES</b>	\$ 18,594,878	\$ 43,528,757	\$ 20,083,322	\$ 20,400,434
<b>REVENUE OVER(UNDER) EXPENDITURES</b>	\$ 24,372,611	\$ (24,375,099)	\$ (152,827)	\$ (77,717)
<b>BEGINNING FUND BALANCE</b>	\$ 4,092,352	\$ 28,464,963	\$ 4,089,864	\$ 3,937,037
<b>ESTIMATED ENDING FUND BALANCE</b>	\$ 28,464,963	\$ 4,089,864	\$ 3,937,037	\$ 3,859,320
<b>LESS UNSPENDABLE FUND BALANCE</b>	115,510	100,149	84,642	84,642
<b>LESS ASSIGNED FUND BALANCE</b>	161,942	57,961		
<b>LESS RESTRICTED FUND BALANCE</b>	24,410,801	-	-	-
<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>	\$ 5,776,710	\$ 5,931,754	\$ 5,852,395	\$ 5,774,678
<b>UNASSIGNED AS A PERCENTAGE OF EXPENDITURES</b>	31.07%	13.63%	29.14%	28.31%