

interoffice MEMORANDUM

to: Mayor
City Council

from: Steve Thacker, City Manager

subject: Budget Message – A Summary of the FY 2014 Proposed Budget

date: May 7, 2013

I recommend the City Council adopt my Proposed Budget as the **Tentative Budget**, which would initiate a period for public comment. The City Council can revise the Tentative Budget before adopting a version as the **Final Budget** at their June 18 meeting. Several major issues with budget impact are identified in this Budget Message. These matters would be appropriate for a City Council work session prior to June 18, to determine whether Council members agree with my recommendations, and to make any other decisions affecting the Final Budget.

I wish to personally thank Blaine Lutz, Finance Director/Assistant City Manager, for his assistance and key role in the preparation of the Proposed Budget.

OVERVIEW OF PROPOSED BUDGET

My Proposed Budget for the fiscal year beginning July 1, 2013 (known as FY 2014) reflects an improvement in the City's ability to fund basic services when compared with the past few years. It falls short, however, of the investment needed annually to maintain a critical element of the City's infrastructure—its streets system. Unlike the City's water system and drainage facilities—which are funded as “enterprise operations” with fees dedicated to those purposes—streets maintenance must compete in the General Fund for the same revenues used to support other vital services, such as police, fire protection and parks. The City's annual UTOPIA obligation has also put additional pressure on the General Fund. Without additional revenue for the General Fund, the City Council needs to make some difficult choices about where they are willing to accept cuts in services or service levels.

Recently the City Council took a step in the direction of providing more General Fund revenue by approving an increase in the Energy Sales and Use Tax (applied to electric power and natural gas) from 5% to 6%. All but one other Davis County cities were already collecting the 6% allowed by State law. Centerville's increase becomes effective July 1, 2013, and will provide an additional \$150,000 a year for streets maintenance, as reflected in my Proposed Budget. To provide more revenue for streets maintenance and other critical services, I recommend the City Council consider an increase in property taxes. At this point, however, no property tax increase has been included in my Proposed Budget.

In the Enterprise Funds, the third step (4%) of a three-step increase in water rates (approved in 2011) will take effect. User fees for garbage collection and recycling would increase 5%, if approved by the City Council. Drainage Utility fees—unchanged since being implemented more than a decade ago—should also be increased. My recommendations would raise the storm drain fee by 50 cents per month—from \$4 to \$4.50; and the subdrain fees from \$2 to \$2.25 per month for most homeowners, or from \$6 to \$6.75 per month for those in subdrain districts.

In the area of personnel costs, no new positions are recommended. My Proposed Budget provides for a modest pay raise for employees, and accommodates cost increases for participation in the Utah Retirement System. The City's cost for employee health insurance would increase only 3.15% by shifting some cost to the employees through a few changes to the benefit plan.

What has happened to major General Fund revenue sources since 2003?

The four largest sources of tax revenue for the General Fund are sales tax, Class C Road Fund, property tax and the Energy Sales and Use Tax. As represented by the enclosed graph (page xii), the City's **sales tax** revenues decreased dramatically beginning in 2008 due to the recession. The graph shows sales taxes actually received from FY 2003 through FY 2012. The graph also shows the projection made in 2008 of what staff expected the City would receive in sales tax revenues based on the assumption of a conservative 3 percent increase per year from 2008 to 2012. The graph depicts the disparity between the projection and actual revenues during that period of time. In FY 2012, actual sales tax revenues for that year were \$543,519 less than the projection made in 2008. In my FY 2014 Proposed Budget, I am projecting sales tax revenues will increase about 6% over FY 2013.

The **Class C Road Fund** revenue is that portion of the gasoline tax collected by the State that is distributed among Utah cities to help pay for street maintenance. The amount of Class C revenue received by Centerville City has not increased since FY 2003. In that year the City received \$476,340, compared with \$464,392 in FY 2012. During that nine-year period, the cost of asphalt products has increased greater than the general rate of inflation. The \$464,392 received in FY 2012 would purchase less than half the tons of installed asphalt as could have been purchased by the \$476,340 received in FY 2003.

Property tax revenue has also not kept up with inflation. Centerville City has not raised its property tax rate through a Truth-in-Taxation process for more than 20 years. This means that in FY 2012 the City collected the same total amount of property tax dollars as it collected from the taxable property that existed 20 years ago. The only increase in property taxes the City received over that period is attributable to new development. In other words, the purchasing power of the property tax revenue received by the City declined year-by-year. For example, staff analyzed the 9-year period from FY 2003 to FY 2012. During that time, the Western States CPI Index reveals that the cost of goods and services increased by 28 percent. If property taxes had been keeping up with inflation during those nine years, the City would have collected an additional \$215,000 in FY 2012 from the tax base that existed in FY 2003. The property tax rate levied by Centerville City decreased from 0.002582 in 1994 to 0.001165 in 2012. Centerville City's portion of the total property tax rate affecting Centerville residents was only 8.36% in 2012. On a \$250,000 home, this is about \$160 per year.

The other major tax revenue source in the General Fund—**Energy Sales and Use Tax**—has kept up with inflation, generally speaking. This tax is applied to the monthly bills for electric power and natural gas. As mentioned above, the City Council recently increased the rate from 5% to 6% to provide more funding for street maintenance.

What has happened on the expenditure side since 2003?

While the purchasing power of several General Fund revenue sources has gone down since 2003, there have been at the same time some unusual increases on the expenditure side. As noted above, the unit costs of asphalt paving has doubled. In addition, the City has begun paying its UTOPIA obligation that currently exceeds 400,000 per year. The impact of these factors on the expenditure side—combined with the decreased revenues and/or purchasing power of the City's revenue sources—has affected the funding of City services and programs, particularly in the past three years. To balance the budget, equipment replacement was scaled back and the amount of money spent on street maintenance projects decreased. In my Proposed Budget for FY 2014, funding for equipment is back up, closer to a "fleet sustainability" level.

PERSONNEL

The Proposed Budget includes **no new positions**. The Police Chief requested another officer be hired in January 2014. I have not included funding for this in my Proposed Budget, but that request can be re-evaluated mid-fiscal year.

Pay Raises – To maintain the competitiveness of the City's compensation plan, I recommend the funding of modest pay raises for employees. The Proposed Budget includes a lump sum equivalent to 3% of all salaries to fund pay raises. Pay ranges will be "benchmarked" to determine whether these should be adjusted. Pay range adjustments, however, do not result in automatic pay raises. Centerville City's compensation plan does not include "cost-of-living adjustments", or COLAs. There are also no step increases within the pay ranges. Pay raises will vary, depending on an employee's performance and position within the pay range. The City Council needs to

approve guidelines for this year's pay raises, which will be one of the subjects in a work session prior to adoption of the Final Budget.

Employee Health Insurance – The premium increase to maintain the current health benefit plan without changes would have been 7.3%. However, I am proposing minor changes to the benefit plan which shift some cost to the employees via higher deductibles, resulting in a 3.15% increase in the City's cost.

State Retirement System Plans – Despite the 2011 legislative overhaul, the contribution rates for employees under both the Public Employees Plan and the Public Safety Plan will increase again this year. The rate increases effective 7/1/2013—for both Public Employees and Public Safety plans—are funded in the Proposed Budget. The Public Employee Plan rate increases from the current 16.04% to 17.29%, while the Public Safety Plan rate goes from 30.35% to 32.14%.

CAPITAL PROJECTS AND EQUIPMENT

Streets – \$650,000 is earmarked in the General Fund for street projects—i.e. crack sealing, slurry seals, pavement overlays and reconstruction—much less than what is recommended in the Street Maintenance Plan. This includes the City's required contribution (remaining amount of \$74,000) for a \$1.6 million Federal Aid Project to improve the Main/Parrish intersection. This project would add a second left-turn lane on two legs of the intersection. The federal and state funds for this project are not shown in the City's budget because UDOT will be the contract administrator.

The 5-year Street Maintenance Plan was updated in the past six months. It recommends about \$1.5 million per year for street maintenance projects. This compares with a budget of approximately \$700,000 per year prior to FY 2011, and \$500,000 per year for FY 2011 through 2013. I do not believe it is realistic to increase street maintenance funding to \$1.5 million per year, but would like you to see at least \$1 million per year for this purpose. My Proposed Budget, however, falls short of this target.

Drainage – The Storm Drain Capital Improvement Fund and the Drainage Utility Fund include three noteworthy projects: 1) \$200,000 for a larger drainage culvert under railroad tracks at Lund Lane (\$150,000 from developer); 2) drainage culverts on Firebreak Road; and 3) \$30,000 to install a larger culvert under Legacy Parkway Trail, in partnership with Davis County.

Water – The Proposed Budget for the Water Fund includes \$410,000 for the Chase Lane Well Pump Building, funded with bonds issued in 2012. Several other bond-funded projects were completed or underway in the current fiscal year: Main Street Water Main Replacement; Chase Lane Water Main Replacement; and Chase Lane Well Drilling.

Parks – The City spent more than \$4 million between 2004 and 2008 on park improvements. This extraordinary investment was possible because of funds from the

sale of City and RDA property, as well as robust sales tax revenues during that period. The primary source of funds for parks and trails improvements in the future, however, will be park impact fees. The park impact fees increased in April 2013 from \$1,200 to \$2,057 per new residential unit. The Proposed Budget earmarks the use of approximately \$400,000 in accumulated park impact fees for the initial phases of the Community Park Expansion Project.

List of Capital Expenditures – Beginning on pages xiii I identify department head requests for equipment and projects and indicate which requests are included in my Proposed Budget. The total of all capital expenditures in the Proposed Budget is about \$3 million, excluding the Redevelopment Agency.

CONTINGENCY

A general contingency of \$30,294 is included in my Proposed Budget, under the direct control of the City Council, to be available for unanticipated expenses during FY 2014.

LONG-TERM FINANCIAL OBLIGATIONS

The City has the following long-term financial obligations: 1) repayment of water revenue bonds; 2) an annual pledge for UTOPIA; and 3) repayment of bonds issued for construction of the Davis Center for the Performing Arts. The Proposed Budget includes the payments due in FY 2014 for each of these obligations.

Water Revenue Bonds – As already mentioned, the City issued water revenue bonds in 2012 for water system improvements. This bond issue included \$2.1 million in new borrowing and refunded the existing debt of \$2.1 million. The debt service requirements will be paid entirely from Water Fund revenue and Drainage Utility fees.

UTOPIA – The City began paying its sales tax pledge for UTOPIA in January 2010. A reserve had already been set aside to pay the first year's pledge. In January 2011 the City began paying its pledge directly on a monthly basis. The following funding sources are being used to pay most of the annual pledge:

- **Reimbursement from the RDA to the General Fund for Freedom Hills Park construction.** This park was eligible for funding from the RDA's additional tax increment (i.e., "haircut"), which currently generates about \$163,000 per year. Other City funds, however, were used to complete the park sooner; therefore, the RDA's additional increment is now flowing to the City as repayment and is being used for the UTOPIA obligation.
- **Freed up debt service capacity in the General Fund.** The General Fund had an annual debt service obligation of about \$160,000 for the City Hall building until 2012, when that debt was retired. Therefore, this sum is now being applied towards the UTOPIA obligation.

The FY 2014 pledge amount is \$436,251. After taking into account the designated sources mentioned above, an additional amount of about \$113,000 is designated from

General Fund revenues in FY 2014 for this purpose. These sums are all shown in the Capital Projects Fund (page 57).

Davis Center for the Performing Arts – Construction of this \$14.3 million regional performing arts facility was completed in 2011 on a parcel owned by the Redevelopment Agency of Centerville. Debt service for this facility is being paid from four sources: 1) a RAP tax approved by the voters in Centerville and Bountiful; 2) RDA tax increment (i.e., property taxes from the businesses in the Redevelopment Area); 3) Davis County tourism taxes; and 4) private donations. The payment of this debt is shown in the Debt Service Funds section of the Proposed Budget on page 53 under the category of “Sales Tax Revenue Bonds – 2009.” Although sales taxes were pledged as the security for these bonds, the debt will be paid fully from the sources identified above.

USES OF FUND BALANCE

The Proposed Budget includes the appropriation of \$196,400 of the General Fund Balance (i.e., reserves accumulated through FY 2013) for four purposes. Two of these involve the re-appropriation of unused funds budgeted in FY 2013—\$10,000 for code enforcement mitigation/abatement (a contingency account) and \$13,000 for Legacy Parkway Trail maintenance. The latter sum will be combined with \$15,000 in new funding for Trail maintenance, to pay Centerville’s share for slurry sealing the Legacy Parkway Trail.

A third use of Fund Balance is \$10,000 for the Centennial Book project. A citizens committee appointed by the City Council is working on a book to commemorate Centerville’s 100th anniversary as an incorporated community in 2015. The Committee has asked for City funding in FY 2014 and 2015, and also expects some donations and book sales revenue.

I also recommend a sum of \$163,400 in the Fund Balance be earmarked to pay a short-term obligation—the City’s share of UTOPIA’s operating subsidy. In 2012 a Legislative Audit of UTOPIA criticized the Agency for continuing to use bond proceeds to cover an operating deficit. 2013 legislation enacted limitations on this practice. UTOPIA cities must now cover the operating deficit from their annual budgets. UTOPIA’s operating deficit continues to decline as subscriber revenues increase, and is anticipated to be eliminated in approximately two years. The \$163,400 estimate of Centerville’s share for FY 2014 was provided by UTOPIA staff, based on an allocation formula approved by the governing board. Since this is expected to have short-term impact—and to preserve FY 2014 revenues for other City services—the Proposed Budget assumes the use of General Fund reserves (i.e., fund balance) for this purpose.

REDEVELOPMENT AGENCY

The Centerville Redevelopment Agency (RDA) is a separate legal entity created under State law for the purpose of assisting in the redevelopment of under-developed areas in the City. The City Council serves as the RDA Board of Directors. The RDA's Budget is included in the total Budget document, but is subject to its own public hearing and adoption process.

The source of revenue for the RDA Fund is the property tax "increment" (or increase) created by increasing the taxable property valuations in each "Project Area" through redevelopment activities. The RDA is entitled to use a portion of the new property tax revenues for legitimate purposes identified in State law – such as public infrastructure (roads, utilities, etc) in the Project Area, public amenities, or financial assistance to developers. Up to 20% can be used for construction or preservation of affordable housing.

The Centerville RDA Proposed Budget begins on page 71. The RDA currently has two Project Areas: the Parrish Lane Gateway Project Area (a traditional Redevelopment Area); and The Legacy Crossing at Parrish Lane Project Area (a Community Development Area, or CDA). The biggest current commitment related to the Parrish Lane Gateway Project Area is for debt service for the Davis Center for the Performing Arts, explained earlier in this Budget Message. In the Legacy Crossing CDA, tax increment from the recent new development (Miller Theaters Megaplex, apartments, etc) will flow to the developer to reimburse him for the basic infrastructure (roads, water mains, storm drains, etc) needed to enable development in that area. The RDA is also currently studying the possibility of creating a third Project Area—west of I-15 and north of Parrish Lane.

OTHER BUDGET ISSUES

I recommend the City Council address the following issues—in addition to employee compensation and benefits—and any issues they identify, before adopting the Final Budget.

Whitaker Museum – The City has invested approximately \$122,000 in the past few years in the Whitaker Home project. The Whitaker Museum reopened in March 2013. The Museum Board submitted a proposed budget of \$77,765 for FY 2014 with the understanding they will need to fund a significant portion of that budget from grants and donations. Their proposal includes \$20,000 for a part-time Museum Director.

My Proposed Budget includes \$20,660 of General Fund money for the Museum, but this amount assumes only \$8,000 for a Museum Director—based on a \$600 monthly stipend (compared with \$400 monthly in current Museum budget) and payroll-related costs. The Museum Board would like an opportunity to address the City Council about their staffing request. They believe the monthly stipend approach will not attract a Museum Director sufficiently qualified and committed to sustain the current momentum and relieve the heavy burden currently carried by Board members.

South Davis History Museum – In 2008 the City Council agreed to contribute \$20,000 towards the construction of a regional history museum on a site owned by Bountiful City. This contribution is to be made upon commencement of construction. However, instead of constructing a new building for the museum, Bountiful has decided to construct a new City Hall and then use the old city hall for the museum. I do not know if Centerville will still be expected to contribute \$20,000. My Proposed Budget does not include this sum at this time.

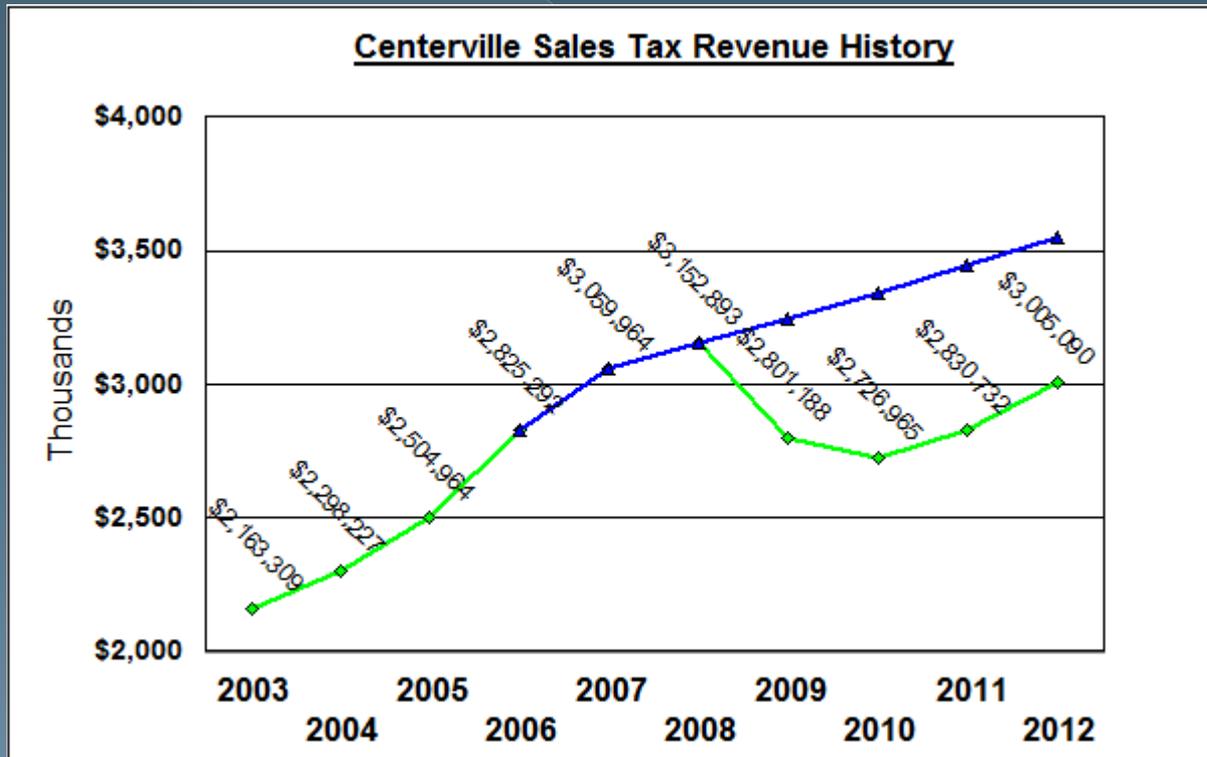
Streets Maintenance – As explained earlier in the Budget Message, I recommend the City Council consider a property tax increase to provide more funding for streets maintenance.

SUMMARY OF REVENUES AND EXPENDITURES

A summary for all funds in the Proposed Budget is shown on page xvi. Summaries of revenues and expenditures for the General Fund are shown on pages xvii and xviii.

What's Happened? Recession Sales Taxes – Projected v. Actual

- Cumulative, \$2,222,269.
- FY 2012, 543,519.



3% annual increase

Prior 5 year average increase was 8.15%

**Captial Equipment & Projects
FY 2013-2014**

	<u>Department Request</u>	<u>Proposed</u>	<u>Notes</u>	<u>Page #</u>
<u>City Council</u>				
IT	\$5,000	\$5,000		6
Mitigation fund (re-appropriated)	\$10,000	\$10,000		6
Centennial book	\$20,000	\$10,000		6
<u>Administrative</u>				
Computer replacement	\$1,500	\$1,500		8
<u>Attorney</u>				
Chair	\$1,000	\$1,000		10
<u>Court</u>				
Copiers	\$4,500	\$4,500		7
Computer replacement	\$1,700	\$1,700		7
<u>Finance</u>				
Misc. Replacement	\$5,000	\$5,000		
Network	\$5,000	\$5,000		
<u>Emergency Management</u>				
Radios (4)	\$1,600	\$1,600		12
Cert trailer equipment	\$1,400	\$1,000		12
<u>Police</u>				
4 Replacement vehicles	\$147,500	\$114,500	3 recommended	19
5 Laptops w/printers	\$12,000	\$12,000		19
4 Portable Radios	\$10,400	\$10,400		19
Glock Handguns	\$7,000	\$7,000		19
<u>Liquor Law funds</u>				
Emergency equipment	\$3,500	\$3,500		20
2 Radars (replacements)	\$6,200	\$6,200		20
Vehicle counting unit	\$1,000	\$1,000		20
<u>PW Admin</u>				
Auto CAD	\$1,100	\$0	moved to water	28
Scanner	\$1,500	\$1,500		28
Alldata light duty program	\$1,500	\$1,500		28
Update service max	\$500	\$500		28
Misc. Shop tools	\$10,450	\$6,000		28
<u>Streets</u>				
Back hoe change out	\$5,500	\$5,500		30
Electrical density gauge for soil te	\$12,000	\$12,000		30
Ten wheel dump truck with plow	\$225,000	\$48,000	5 year lease purchase	30
One ton 4x4 truck with plow equip	\$52,000	\$26,000	divided with parks	30
Tools for crew trucks	\$3,000	\$0	moved to supplies	30
Bucket truck, Ford F550 4x4	\$75,000	\$0		30
Traffic control	\$3,000	\$3,000		30
Tree trimming	\$15,000	\$4,000		30
Fire break road repair	\$75,000	\$0	drainage repair \$25,000	30
Street projects	\$1,627,244	\$650,000	includes \$74,000 for Parrish/Main	30

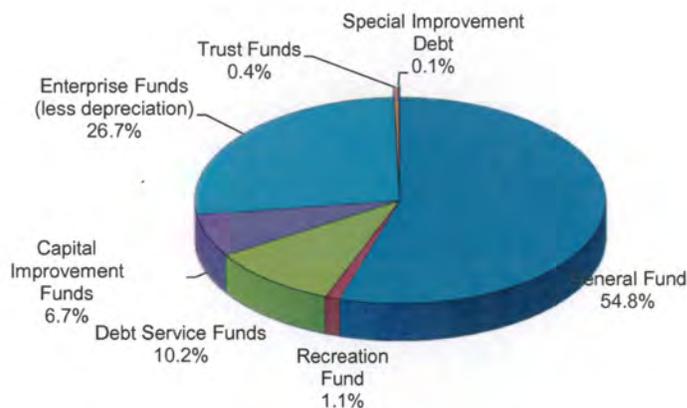
<u>GIS</u>				
	Plotter/scanner	\$9,000	\$0	31
	Aerials	\$700	\$700	31
	Tablet/laptop	\$1,400	\$1,400	31
<u>Parks</u>				
	1 ton dump truck replacement	\$35,000	\$26,000	divided with streets 35
	Small riding mower replacement	\$11,000	\$11,000	35
	Utopia irrigation interface	\$6,500	\$6,500	35
	Kabota snowblower attachment	\$5,000	\$0	35
	Small equipment replacement	\$5,000	\$5,000	35
	Lawn sweeper replacement	\$31,000	\$0	35
	Replace Island View playground	\$22,000	\$0	35
	Community park irrigation pump	\$30,000	\$0	35
	Replace infield soil at Community	\$10,000	\$0	35
	Citizen service projects	\$5,000	\$5,000	35
<u>City Hall Building</u>				
	Lighting replacements	\$25,000	\$7,000	Includes all buldings. Allocated to other funds 39
	Control upgrades	\$15,000	\$0	39
<u>Public Works Facility</u>				
	Caulk wall joints	\$9,500	\$9,500	40
	Replace furnace	\$7,000	\$7,000	40
	Replace mig welder	\$5,500	\$2,750	50/50 water 40
	Outside door replacement	\$1,600	\$1,600	40
	Flat screen tv	\$1,100	\$0	40
	Grates for washbay	\$1,400	\$0	40
	Ceiling fans	\$4,000	\$0	40
	Replace shop lift	\$18,000	\$0	40
<u>Community Development</u>				
	Misc. Equipment	\$2,000	\$2,000	44
<u>Other</u>				
	CDBG project	\$150,000	\$150,000	grant/contributions funded 30
<u>Subtotal General Fund</u>		<u>\$2,763,794</u>	<u>\$1,194,350</u>	
	Street projects	\$1,627,244	\$650,000	
	Other projects (less CDBG)	\$127,000	\$9,000	
	Equipment	<u>\$859,550</u>	<u>\$385,350</u>	

<u>Storm Drain Capital Improvement</u>					
Lund Lane storm drain under RR	\$200,000	\$200,000	\$150,000 from developer		55
Misc. projects	\$7,135	\$7,135			55
<u>Parks Capital Improvement Fund</u>					
Community Park expansion site	\$403,074	\$403,074			56
<u>Capital Projects Fund</u>					
Telecommunications - UTOPIA p	\$436,251	\$436,251			57
<u>Water Fund</u>					
Backhoe changeout	\$5,500	\$5,500			61
Light Tower/generator	\$13,000	\$13,000			61
Telemetry upgrades	\$15,000	\$15,000			61
Air compressor	\$16,700	\$0			61
New truck; replacement	\$37,500	\$37,500			61
Valve box vacuum	\$17,000	\$0			61
Computer replacement	\$2,000	\$2,000			61
Auto Cad (from PW)	\$1,100	\$1,100			61
i-pads (2)	\$1,500	\$1,500			61
Mig welder	\$0	\$2,750	50/50 PW bldg		61
Flat screen tv	\$1,100	\$1,100			61
Lighting replacements	\$0	\$15,000			61
Misc water mains & laterals	\$150,000	\$150,000	funded by developers		61
PRV Station	\$10,000	\$10,000			61
Chlorine equipment	\$3,500	\$3,500			61
<u>Bond projects</u>					
Chase Lane well pump building	\$410,000	\$410,000			61
<u>Sanitation Fund</u>					
Can Purchase	\$6,000	\$6,000			62
Spring cleanup	\$30,000	\$30,000			62
<u>Drainage Utility</u>					
Fire Break road repair (drain)	\$0	\$25,000			64
1000 North culvert under LP trail	\$30,000	\$30,000			64
Ariane way tree removal/access	\$8,000	\$8,000			64
Raise manholes	\$6,000	\$6,000			64
Lighting replacements	\$0	\$3,000			64
<u>Whitaker Home</u>					
Building improvements	\$48,500	\$48,500	\$5,800 city contribution		67
			Board seeking grants/donations		
Subtotal Other Funds	\$1,858,860	\$1,870,910			
Total (excluding RDA)	\$4,622,654	\$3,065,260			

Fiscal Year 2013-2014
Budget Summary
All Funds
(excluding RDA/MBA)

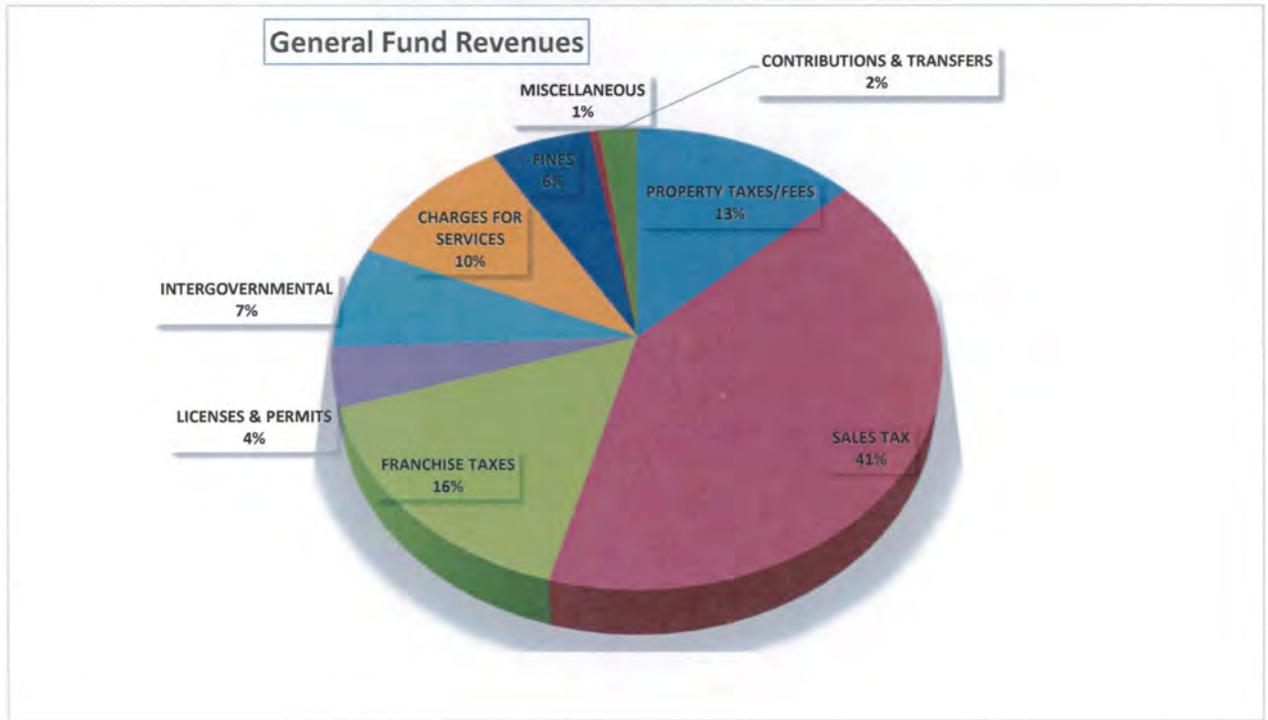
Fund Type	Department Request	Proposed	Adopted
Revenues			
General Fund	\$8,583,228	\$8,583,228	\$0
Recreation Fund	\$180,635	\$180,635	\$0
Debt Service Funds	\$1,597,488	\$1,597,488	\$0
Capital Improvement Funds	\$1,046,460	\$1,046,460	\$0
Enterprise Funds	\$4,442,797	\$4,465,797	\$0
Trust Funds	\$88,796	\$74,391	\$0
Special Improvement Debt	\$10,077	\$10,077	\$0
Total Sources	\$15,949,481	\$15,958,076	\$0
Expenditures			
General Fund	\$10,205,756	\$8,583,228	\$0
Recreation Fund	\$178,730	\$178,730	\$0
Debt Service Funds	\$1,597,488	\$1,597,488	\$0
Capital Improvement Funds	\$1,046,460	\$1,046,460	\$0
Enterprise Funds (less depreciation)	\$4,186,274	\$4,178,324	\$0
Trust Funds	\$77,765	\$63,360	\$0
Special Improvement Debt	\$10,077	\$10,077	\$0
Total Expenditures	\$17,302,550	\$15,657,667	\$0
Revenue over/under expenditures	-\$1,353,069	\$300,409	\$0

FY 2013/14 Expenditures by Fund (includes transfers)



**General Fund Revenues
Summary By Category
FY 2013-2014 Budget**

	2010/2011 ACTUAL	2011/2012 ACTUAL	2012-13		2013-14		
			6 MONTH ACTUAL	12 MONTH ESTIMATE	BUDGET	Proposed	ADOPTED
PROPERTY TAXES/FEES	\$1,024,474	\$1,042,136	\$862,402	\$1,069,256	\$1,081,081	\$1,094,293	\$0
SALES TAX	\$2,830,732	\$3,005,090	\$1,562,105	\$3,260,500	\$3,259,500	\$3,455,070	\$0
FRANCHISE TAXES	\$970,296	\$994,689	\$478,056	\$1,093,990	\$1,118,000	\$1,330,000	\$0
LICENSES & PERMITS	\$344,461	\$538,488	\$192,793	\$361,050	\$337,250	\$356,350	\$0
INTERGOVERNMENTAL	\$708,018	\$541,232	\$259,171	\$517,333	\$504,540	\$594,890	\$0
CHARGES FOR SERVICES	\$882,986	\$729,599	\$338,525	\$822,900	\$823,325	\$835,475	\$0
FINES	\$494,625	\$460,565	\$217,630	\$480,000	\$475,000	\$485,000	\$0
MISCELLANEOUS	\$31,789	\$201,538	\$17,151	\$44,928	\$56,250	\$53,250	\$0
CONTRIBUTIONS & TRANSFERS	\$233,745	\$139,783	\$350	\$182,500	\$182,500	\$182,500	\$0
TOTAL REVENUES	\$7,521,126	\$7,653,120	\$3,928,183	\$7,832,457	\$7,837,446	\$8,386,828	\$0
BOND PROCEEDS							
DESIGNATED FUND BALANCE							
USE OF FUND BALANCE/OTHER	\$0	\$0	\$0	\$0	\$1,000	\$196,400	\$0
TOTAL SOURCES OF REVENUE	\$7,521,126	\$7,653,120	\$3,928,183	\$7,832,457	\$7,838,446	\$8,583,228	\$0



**GENERAL FUND
EXPENDITURES
FY 2013-2014**

	2010/11 Actual	2011/12 Actual	2012/13 Budget	Department Request	2013/14 Proposed	Approved Budget
Government Services	\$1,307,698	\$1,487,398	\$1,371,312	\$1,444,843	\$1,428,837	\$0
Police	\$2,146,303	\$2,222,252	\$2,343,513	\$2,452,422	\$2,375,622	\$0
Fire	\$748,542	\$768,425	\$794,172	\$794,172	\$794,172	\$0
Public Works	\$2,017,907	\$1,464,403	\$1,841,263	\$3,326,585	\$1,956,771	\$0
Parks/Recreation	\$641,684	\$706,671	\$766,492	\$872,684	\$826,331	\$0
Public Buildings	\$242,161	\$209,093	\$169,061	\$261,245	\$201,745	\$0
Community Development	\$375,609	\$409,068	\$406,926	\$404,761	\$404,011	\$0
Transfers	\$330,572	\$351,751	\$347,623	\$649,044	\$595,739	\$0
Total General Fund Expenditures	\$7,810,476	\$7,619,061	\$8,040,362	\$10,205,756	\$8,583,228	\$0

General Fund Expenditures

